

**VERMILION PARISH SCHOOL BOARD**

Abbeville, Louisiana

Financial Report

Year Ended June 30, 2011

TABLE OF CONTENTS

	Page
Independent Auditors' Report	1-2
REQUIRED SUPPLEMENTARY INFORMATION (RSI)	
Management's Discussion and Analysis (unaudited)	4-16
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)	
Statement of net assets	19
Statement of activities	20
FUND FINANCIAL STATEMENTS (FFS)	
Balance sheet - governmental funds	23
Reconciliation of the governmental funds balance sheet to the statement of net assets	24
Statement of revenues, expenditures, and changes in fund balances- governmental funds	25-26
Reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities	27
Statement of net assets - proprietary fund	28
Statement of revenues, expenses, and changes in fund net assets - proprietary fund	29
Statement of cash flows - proprietary fund	30
Statement of fiduciary net assets	31
Notes to basic financial statements	32-63
OTHER REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary comparison schedules:	
General Fund	65
Special Federal Revenue Fund	66
Schedule of Funding Progress	67
OTHER SUPPLEMENTARY INFORMATION	
OTHER FINANCIAL INFORMATION	
Nonmajor Governmental Funds -	
Combining balance sheet	71
Combining statement of revenues, expenditures, and changes in fund balances	72

(continued)

TABLE OF CONTENTS (continued)

	<u>Page</u>
Nonmajor special revenue funds -	
Combining balance sheet	77-82
Combining statement of revenues, expenditures and changes in fund balances	83-88
Nonmajor debt service fund -	
Comparative balance sheet	90
Comparative statement of revenues, expenditures, and changes in fund balance	91
Nonmajor permanent fund -	
Comparative balance sheet	93
Comparative statement of revenues, expenditures and changes in fund balance	94
Fiduciary funds -	
Combining statement of assets and liabilities	96
Schedule of changes in deposits due others - school activity agency fund	97
Comparative schedule of cash receipts and disbursements - sales tax collection agency fund	98-99
 INTERNAL CONTROL, COMPLIANCE AND OTHER MATTERS	
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>	101-102
Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133	103-104
Schedule of expenditures of federal awards	105-107
Notes to schedule of expenditure of federal awards	108
Schedule of findings and questioned costs	109-110
Schedule of current and prior year audit findings and management's corrective action plan	111

(continued)

TABLE OF CONTENTS (continued)

	<u>Page</u>
SUPPLEMENTAL SCHEDULES OF PERFORMANCE MEASURES	
Independent Accountants' Report on Applying Agreed-Upon Procedures	113-116
Schedule 1 - General Fund Instructional and Support Expenditures and Certain Local Revenue Sources	117
Schedule 2 - Education Levels of Public School Staff	118
Schedule 3 - Number and Type of Public Schools	119
Schedule 4 - Experience of Public Principals and Full-time Classroom Teachers	120
Schedule 5 - Public School Staff Data	121
Schedule 6 - Class Size Characteristics	122
Schedule 7 - Louisiana Educational Assessment Program (LEAP) for the 21st Century	123-124
Schedule 8 - The Graduation Exit Exam for the 21st Century	125
Schedule 9 - The iLEAP tests	126-134



# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*

Tynes E. Mixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scruggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA  
Wanda F. Arcement, CPA, CVA  
Kristin B. Dausat, CPA  
Richard R. Anderson Sr., CPA  
Carolyn C. Anderson, CPA  
Matthew E. Margaglio, CPA  
Jane R. Hebert, CPA

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

\* A Professional Accounting Corporation

## OFFICES

183 South Beadle Rd. 450 East Main Street  
Lafayette, LA 70508 New Iberia, LA 70560  
Phone (337) 232-4141 Phone (337) 367-9204  
Fax (337) 232-8660 Fax (337) 367-9208

113 East Bridge St. 200 South Main Street  
Breaux Bridge, LA 70517 Abbeville, LA 70510  
Phone (337) 332-4020 Phone (337) 893-7944  
Fax (337) 332-2867 Fax (337) 893-7946

1234 David Dr. Ste 203 1013 Main Street  
Morgan City, LA 70380 Franklin, LA 70538  
Phone (985) 384-2020 Phone (337) 828-0272  
Fax (985) 384-3020 Fax (337) 828-0290

408 West Cotton Street 133 East Waddill St.  
Ville Platte, LA 70586 Marksville LA 71351  
Phone (337) 363-2792 Phone (318) 253-9252  
Fax (337) 363-3049 Fax (318) 253-8681

332 West Sixth Avenue 621 Main Street  
Oberlin, LA 70655 Pineville, LA 71360  
Phone (337) 639-4737 Phone (318) 442-4421  
Fax (337) 639-4568 Fax (318) 442-9833

WEB SITE  
WWW.KCSRCPAS.COM

## INDEPENDENT AUDITORS' REPORT

Mr. Randy Schexnayder, Superintendent,  
and Members of the Vermilion Parish School Board  
Abbeville, Louisiana

We have audited the accompanying financial statements of the governmental activities, the major funds, and the aggregate remaining fund information of the Vermilion Parish School Board (the School Board), as of and for the year ended June 30, 2011, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major funds, and the aggregate remaining fund information of the School Board, as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1D to the financial statements, the School Board adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in 2011.

In accordance with Government Auditing Standards, we have also issued our report dated December 5, 2011, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial

reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the other required supplementary information on pages 4 through 16 and 65 through 67, respectively, be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historic context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for the consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's financial statements as a whole. The other supplementary information on pages 71 through 99 is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards (pages 105-107) is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the financial statements. The schedule of expenditures of federal awards is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole. The other supplementary information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
December 5, 2011

**REQUIRED SUPPLEMENTARY INFORMATION (RSI)**

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis  
Fiscal Year Ended June 30, 2011**

Management's Discussion and Analysis (MD&A) of the Vermilion Parish School Board's financial performance provides an overall review of the School Board's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the School Board's financial performance as a whole. The reader should read this discussion in conjunction with the financial statements and the notes to the basic financial statements, which are all included in this report, to enhance their understanding of the Vermilion Parish School Board's financial performance.

The MD&A is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board (GASB) Statement No. 34 (Statement). Certain comparative information between the current year (2010-11) and the prior year (2009-10) is required to be presented in the MD&A.

**FINANCIAL HIGHLIGHTS**

During the previous 2009-2010 fiscal year, the Board encountered unprecedented budgetary concerns. In addition to an extraordinary drop in Minimum Foundation Program (MFP) funding for that year, sales tax revenues, oil & gas revenues and interest earnings began to rapidly decline. At the same time, School Districts were notified that employer contributions to the retirement systems would be drastically increasing beginning with the 2010-2011 fiscal year. In response to these issues, the Board directed management to analyze the budget and bring recommendations to the Board for considerations that would address the budgetary shortfalls.

The staff presented a budget restructuring proposal that drastically impacted the 2010-2011 budget. The Board approved the recommendation with minor modifications. The approved changes were included in the final adopted 2010-2011 budget document. The combination of this budget restructuring and increased revenues has improved the System's financial results for the 2010-2011 fiscal year.

Construction has been finalized on a new elementary school in the northern part of the parish. Leblanc Elementary School was financed primarily by FEMA reimbursements and by a Community Development Block Grant intended to help with storm recovery.

Plans are underway for the construction of a new middle school facility located on an existing campus in the northern portion of the parish. This complex will be funded by the Community Development Block Grant that partially financed the construction of Leblanc Elementary School.

The School Board's net assets increased by \$4.4 million from July 1, 2010 to June 30, 2011 as reported in the Statement of Activities on page 20. An analysis of the major revenues components is as follows:

**Operating Grants** – Operating grants and contributions for the Vermilion Parish School Board were \$26.8 million for 2010-11. This is an increase of \$2.9 million over the previous 2009-10 fiscal year. This increase is the result of increased federal funding related to the Hurricane Rita recovery effort, primarily for the construction of Leblanc Elementary School.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

**Minimum Foundation Program (MFP)** – MFP is the funding formula from the state for school systems in Louisiana. The funding is based on a formula with many variables and two (2) basic levels of funding. Level one (1) funding is based on the number of students enrolled in the school system. Level two (2) funding is based on the dollar amount of local funding. The more local tax support received by a District, the more state support (MFP) we receive through level two funding. The School Board receives a percentage match in level two funding from the state for local contributions exceeding an established minimum amount. The unrestricted portion of the MFP funding was \$39.2 million during 2010-11 as compared to 37.2 million for 2009-10.

The State of Louisiana used \$1.8 million of Education Jobs Funds to finance a portion of Vermilion's MFP funding for 2010-11. Because this amount is federal revenue, the EduJobs portion of these proceeds is considered restricted and therefore, accounted for in a separate Special Revenue Fund.

**Ad Valorem Taxes** – Ad valorem taxes collected for general and specific purposes, and for debt services was \$12.4 million for 2010-11 compared to \$12.3 million for the previous 2009-10 fiscal year.

**Sales Taxes** – The Board began collecting an additional ½% sales tax during the 2009-2010 fiscal year. This new sales tax was approved by Voters in May, 2009 which increased the total tax levy from 1% to 1 ½%. Total sales tax collections were \$11.0 million during the 2010-11 fiscal year, compared to \$9.3 million the previous fiscal year. The 2010-2011 revenue consists of \$7.6 million for the 1% sales tax levy and \$3.4 million for the new ½% levy.

**Rentals, Leases and Royalties** – 16<sup>th</sup> section revenues, which include oil and gas leases and royalties, as well as surface rentals, totaled \$4.5 million for the 2010-11 fiscal year compared to \$3.1 million for the 2009-10 fiscal year.

**General** – The other revenues of the School Board remained relatively stable when compared to prior years.

The expenses of the School Board, as reported in the Statement of Activities, were \$93.1 million in 2010-11. The major expense components are as follows:

**Salaries and related benefits** - Salaries and related benefits are the School Board's largest expense items. Salaries and related benefits account for \$70.0 million or 75.2% of total expenses. Salaries and related benefits for the prior fiscal year were \$70.7 million. This decrease was the direct result of staff reductions created by the budget restructuring implemented by the Board and of increases in the Board's contribution to employees' retirement systems.

As of April 25, 2002, the Board established a partially self-funded health insurance program which is being administered by United HealthCare, a third party administrator. On May 1, 2011, the beginning of the last policy year, the premiums increased 15% for both employees and the Board. On May 1, 2010, the beginning of the previous policy year, the premiums were not adjusted. The School Board's contribution to the health insurance program increased from \$6.0 million in 2009-10 to \$6.2 million in 2010-11.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

**Operation & Maintenance of Plant Services** – The cost of maintaining parish facilities decreased from \$7.8 million in 2009-10 to \$7.4 million in 2010-11. This decrease is the direct result of implementing the budget restructuring proposal mentioned above.

**Facilities Acquisition and Construction** – The amount spend for facilities acquisition and construction increased from \$0.0 million in 2009-10 to \$1.2 in 2010-11.

**Debt Service Payments** – The debt service activity remained relatively consistent with the previous year.

**Capital Projects** – The only project accounted for in the Capital Projects Fund during the 2010-11 fiscal year, was the construction of the Leblanc Elementary School facility.

**USING THIS FINANCIAL REPORT**

This financial report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Vermilion Parish School Board as a whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Assets and the Statement of Activities provide information about the activities of the School Board as a whole and present a longer-term view of the School Board's financial picture. Also included in the financial statements are the Fund Financial Statements, which report on governmental activities of the School Board.

These statements provide more detail than the government-wide financial statements about the services that were financed in the short-term as well as what remains for future spending in the School Board's more significant funds as well as all other nonmajor funds. The General Fund is Vermilion Parish School Board's most significant fund.

**REPORTING THE SCHOOL BOARD AS A WHOLE**

**Statement of Net Assets and the Statement of Activities**

The Statement of Net Assets and the Statement of Activities report information about the School Board as a whole and its activities in a way to try to inform the reader as to how the School Board did financially during the 2010-11 fiscal year.

In short, is the School Board better off financially or is it worse off financially than it was this time last year? These statements report all assets and liabilities of the School Board on the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting considers all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School Board's net assets and the change in those assets. This change in net assets is important because it tells the reader that, for the School Board as a whole, the financial position of the School Board improved or declined. The causes of this change may be the result of many factors, some



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

financial, some not. Non-financial factors affecting the School Board include the state of the oil and gas industry, the parish's sales and property tax bases and the state and federal government's continued funding.

A change in reporting for the Statement of Net Assets is the inclusion of Other Post Employment Benefits (OPEB) liabilities as required by GASB Statement No. 45. These requirements are described in note 13 on page 57 and 58. The net effect of this reporting requirement is to include an additional \$10.8 million in long-term liabilities on the Statement of Net Assets.

The Statement of Net Assets and the Statement of Activities report the governmental activities of the School Board. Most of the School Board's programs and services are reported here including instruction, support services, operating and maintenance of plant, student transportation, and child nutrition programs.

**REPORTING THE SCHOOL BOARD'S MOST SIGNIFICANT FUNDS**

**Fund Financial Statements**

The analysis of the School Board's major funds begins on page 23. Fund Financial Statements provide detailed information about the School Board's major funds. The School Board uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School Board's most significant funds. The School Board's only major governmental funds for the 2010-11 fiscal year are the General Fund, the Title I Fund and the Capital Projects Fund.

The Vermilion Parish School Board's non-major governmental funds for the 2010-11 fiscal year are the 1998 and 1996 Ad Valorem Tax Funds, the Titles II, III and IV Funds, the Education Excellence Fund, the IDEA Fund, the Pre-School Flow-Through Fund, the Federal and State Adult Education Funds, the School Lunch/Breakfast Fund, the TASC Fund, the Preschool LA-4 Fund, the Reading First Fund, the 2009 Sales Tax Fund, the LASIG Fund, the School wide Positive Behavior Fund, the Preschool TANF Fund, the REAP Fund, the HEAP Fund, the Carl Perkins Fund the JAG Fund, the EETT Continuation Fund, the EETT Competitive Fund, the FEMA Fund, the Math & Science Partnership Fund, the Coastal Parish Revitalization Fund, the Education Jobs Fund, the Debt Service Fund, and the Trust Fund.

**Governmental Funds**

Most of the School Board's activities are reported as governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds' statements provide a detailed short-term view of the School Board's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or difference) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

**Proprietary Funds**

On April 25, 2002, the School Board established a partially self-insured group health insurance program. A separate internal service fund was created to accumulate funds designated for the payment of health care claims, insurance and associated costs of school system employees, retirees and their covered dependants. The School Board has procured insurance with both a specific and aggregate stop loss. Transactions related to meeting the claims incurred in these areas are accounted for in the Internal Service Proprietary Fund. Expenses in the Group Insurance Fund are recognized as claims are incurred. Liabilities are recognized for incurred but unpaid claims. The Internal Service Proprietary Fund transactions are reported on pages 28 through 30 in a separate section consisting of a Statement of Net Assets; a Statement of Revenues, Expenses, and Changes in Net Assets; and a Statement of Cash Flows.

**THE SCHOOL BOARD AS TRUSTEE**

**Reporting the School Board's Fiduciary Responsibilities**

The School Board is the trustee, or fiduciary, for its School Activity Fund and the Sales Tax Collection Fund. All of the School Board's fiduciary activities are reported in a separate Comparative Statement of Assets and Liabilities, accompanied by supporting schedules on pages 96 through 99. These activities have been excluded from the School Board's other financial statements because the School Board cannot use these assets to finance its operations. The School Board is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

**Non-Expendable Trust Fund**

As explained in note 16 on page 62, the Vermilion Parish School Board established the Daniel R. Dartez Education Public Trust on June 11, 1996. The Trust was established using excess oil and gas revenues and was set-up to help meet the capital outlay needs of the School System. The Trust is administered by a board of trustees which consists of individuals charged with the responsibility of maintaining a high quality investment portfolio which maximizes income within acceptable levels of risk. The trustees operate independent of the School Board, but the trust earnings are dedicated to the School Board. The activities of the Trust Fund are reported in a separate Comparative Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance on pages 93 and 94.

**The School Board as a Whole**

\$12.1 million of the \$72.0 million of net assets at June 30, 2011 was restricted. Restricted net assets are reported separately to show legal constraints from trust and debt covenants and enabling legislation that limit the School Board's ability to use those net assets for day-to-day operations. The following analysis focuses on the net assets (Table 1) and change in net assets (Table 2) of the School Board's governmental activities.



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

**Table 1**  
**Governmental Activities**  
**Net Assets**  
**June 30, 2011**  
**(In Millions)**

**(With Comparative Totals for June 30, 2010)**

	<b>Year Ended</b>	
	<b>June 30</b>	
	<b>2011</b>	<b>2010</b>
<b>Assets</b>		
Current and other assets	<b>\$ 43.6</b>	\$ 44.7
Capital assets	<b>60.0</b>	52.6
Total assets	<b>\$ 103.6</b>	\$ 97.3
<b>Liabilities</b>		
Current and other liabilities	<b>\$ 13.8</b>	\$ 15.1
Long-term liabilities	<b>17.8</b>	14.6
Total liabilities	<b>\$ 31.6</b>	\$ 29.7
<b>Net assets</b>		
Invested in capital assets, net of debt	<b>\$ 57.3</b>	\$ 49.5
Restricted	<b>12.1</b>	11.5
Unrestricted	<b>2.6</b>	6.6
Total net assets	<b>\$ 72.0</b>	\$ 67.6

The balance of \$2.7 million in unrestricted assets represents the accumulated results of all past years' operations.

The results of this year's operations for the School Board as a whole are reported in the Statement of Activities on page 20. Table 2 reports the information from the Statement of Activities in a different format so that total revenue for the year can be more easily identifiable.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

**Table 2**  
**Governmental Activities**  
**Changes in Net Assets**  
**Fiscal Year Ended June 30, 2011**  
**(In Millions)**

**(With Comparative Totals for June 30, 2010)**

	<b>Year Ended</b>	
	<b>June 30</b>	
	<u>2011</u>	<u>2010</u>
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 0.8	\$ 0.7
Operating grants and contributions	26.8	23.9
Capital grants and contributions	0.0	0.0
General revenues:		
Ad valorem taxes	12.4	12.3
Sales taxes	11.0	9.3
State equalization	39.2	37.2
Rentals, leases and royalties	4.5	3.1
Other general revenues	<u>2.8</u>	<u>1.9</u>
Total revenues	<u>\$ 97.5</u>	<u>\$ 88.4</u>
<b>Functions/Program Expenses:</b>		
Instruction:		
Regular programs	\$ 34.6	\$ 35.5
Special education programs	11.6	12.8
Vocational programs	2.6	2.7
Other instructional programs	5.9	5.8
Support services:		
Pupil support services	4.7	5.1
Instructional staff support services	4.9	4.9
General administration	3.1	3.0
School administration	5.0	4.9
Business services	0.8	0.9
Plant services	7.4	7.8
Student transportation services	4.8	4.8
Central services	0.8	0.8
Food services	5.2	5.3
Facilities acquisition & construction	1.2	0.0
Community services programs	0.4	0.0
Debt service -		

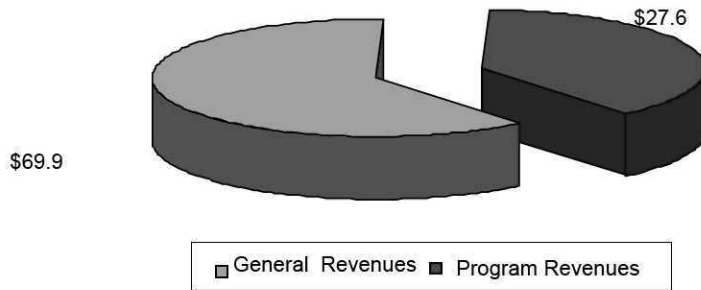
VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

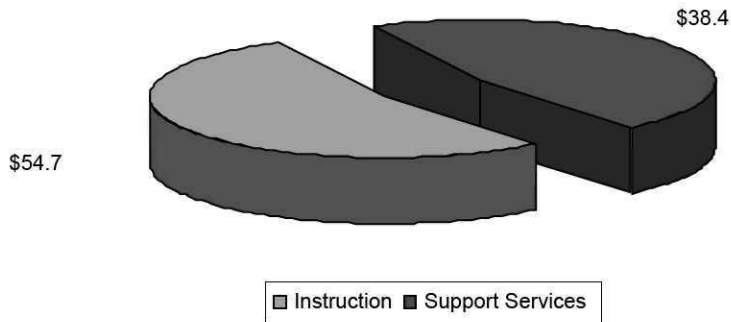
Interest on long-term obligations	<u>0.1</u>	<u>0.1</u>
Total expenses	<u>\$ 93.1</u>	<u>\$ 94.4</u>
Increase (Decrease) in net assets	<u>\$ 4.4</u>	<u>\$ (6.0)</u>

A summary of Vermilion Parish School Board's 2010-11 revenues and expenditures is presented below:

**2010-11 Revenues**  
(in millions)



**2010-11 Expenditures**  
(in millions)



**Governmental Activities**

As reported in the Statement of Activities on page 20, the net cost of governmental activities this year was \$65.5 million. The taxpayers in the parish provided \$23.4 million in ad valorem and sales tax revenues to help meet the total cost of governmental activities. The state contributed \$39.2 million through the Minimum Foundation Program (MFP), which is the main funding source for the School Board. The balance of the cost of governmental activities for the year was provided through state and Federal grants and from revenues from Board owned property.

The cost of governmental activities exceeding restricted state and Federal grants and charges for services must be paid by the citizens of Vermilion Parish and unrestricted state grants. The following presentation shows the portion of governmental activities that must be paid by the citizens of Vermilion Parish and unrestricted state grants.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

**Funding of Governmental Activities**  
**2010-11**  
**(in millions)**



Table 3 presents the total cost of each of the School Board's five largest functions – regular programs, special education programs, pupil support, plant services, and food services, as well as each program's net cost (total cost less revenues generated by the activities). Net cost shows the financial burden that was placed on the School Board's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

**Table 3**  
**Governmental Activities**  
**Fiscal Year Ended June 30, 2011**  
**(In Millions)**

**(With Comparative Totals for June 30, 2010)**

	<b>Total Cost of Services</b>		<b>Net Cost of Services</b>	
	<b>2011</b>	<b>2010</b>	<b>2011</b>	<b>2010</b>
Regular programs	<b>\$34.6</b>	\$35.5	<b>\$(32.5)</b>	\$(34.6)
Special education programs	<b>11.6</b>	12.8	<b>(9.2)</b>	(10.3)
Pupil support services	<b>4.7</b>	5.1	<b>(3.2)</b>	(3.4)
Plant services	<b>7.4</b>	7.8	<b>(7.2)</b>	(6.5)
Food services	<b>5.2</b>	5.3	<b>(0.4)</b>	(0.7)
Subtotal	<b>\$63.5</b>	\$66.5	<b>\$(52.5)</b>	\$(55.5)
All others	<b>29.6</b>	27.9	<b>(13.0)</b>	(14.3)
Total	<b>\$93.1</b>	\$94.4	<b>\$(65.5)</b>	\$(69.8)

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

**The School Board Funds**

The School Board uses funds to help it control and manage money for particular purposes. Accounting for money for particular purposes in different funds helps the reader to determine whether the School Board is being accountable for the resources taxpayers and others provide to it and it may also give the reader more insight into the School Board's overall financial health.

**Major Funds** - The General Fund is one of the School Board's three major funds for the 2010-11 fiscal year. The General Fund's total fund balance at June 30, 2011 was \$15.2 million. The Board reserved \$2.9 million of the end of year fund balance as non spendable.

The standard recommendation is to have at least 10% of the General Fund's budgeted expenditures in unrestricted fund balance. However, because of the Board's reliance on oil and gas, a contingent source of revenue, the goal of Vermilion Parish School Board's management has been 15%.

Another major fund is the Title I Fund. The total amount of federal funds received has caused this fund to be classified as a major fund. The revenue from this fund has increased from \$4.2 million in 2009-10 to \$4.3 million in 2010-11. The increase in revenue is directly attributable to the receipt of American Recovery and Reinvestment Act (ARRA) funds generated by federal stimulus grants.

The Capital Projects Fund was also a major fund this year. The amount of revenue received in this fund was \$9.2 million, which was entirely used for the Leblanc Elementary School construction project.

**Non-major Governmental Funds** – The non-major funds' fund balances were generally stable with a small increase in their total fund balances.

**General Fund Budgetary Highlights**

The School Board, in accordance with state law, must adopt a budget on the General Fund and all Special Revenue Funds prior to September 15 of each year. In accordance with state law the School Board may have variances of 5 percent of total revenues or expenditures in a fund before it is legally required to amend the budget. The School Board adopted its 2010-11 budget on September 2, 2010, and revised the budget on June 16, 2011. In the revision, the total original General Fund budgeted revenues increased slightly from \$50.3 million to \$50.7 million. The total budgeted General Fund expenditures decreased by \$1.0 million from \$66.8 million to \$65.8 million.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

Capital Assets of the School Board used in performance of general School Board functions are recorded in the Fund Financial Statements as expenditures when purchased. The amount represents the original cost of the assets. Depreciation of capital assets is not recognized in the Fund Financial Statements as explained in the notes to the basic financial statements. In the Government-wide Financial Statements the capital assets are recorded as assets at their original cost at the time of purchase or fair market value, if donated. Depreciation of capital assets has been recognized in the Government-wide Financial Statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

At June 30, 2011 the School Board had \$60.0 million invested in land, buildings and improvements and furniture and equipment, net of depreciation. Net capital assets increased \$7.4 million from the prior year. The increase was caused by new building construction projects, both completed and in progress at the end of the fiscal year. In accordance with State guidelines, beginning July 1, 2008, items costing less than \$5,000 are considered supplies. Table 4 presents capital assets net of depreciation at June 30, 2011.

**Table 4**  
**Governmental Activities**  
**Capital Assets at Year-end**  
**Net of Depreciation**  
**June 30, 2011**

**(With Comparative Totals for June 30, 2010)**

	2011	2010
Land	\$ 1,619,145	\$ 1,818,952
Construction in Progress	15,814,668	6,415,084
Buildings and improvements	39,528,800	41,368,782
Furniture and equipment	<u>3,054,357</u>	<u>2,991,118</u>
Total	<u>\$60,016,970</u>	<u>\$52,593,936</u>

**Debt**

At June 30, 2011, the school board had \$2,725,000 in certificates of indebtedness outstanding. Of this amount outstanding, \$390,000 is due within one year. Table 5 summarizes bonds and certificates of indebtedness outstanding at June 30, 2011.

**Table 5**  
**Governmental Activities**  
**Outstanding Debt**  
**June 30, 2011**

**(With Comparative Totals for June 30, 2010)**

	2011	2010
Certificates of Indebtedness:		
Series 2002 – Central Facility Construction	\$ 80,000	\$ 155,000
Series 2008 – Middle School Gymnasium	1,485,000	1,665,000
Series 2009 – Elementary School Cafeteria	<u>1,160,000</u>	<u>1,280,000</u>
Total	<u>\$2,725,000</u>	<u>\$3,100,000</u>

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

The proceeds of the Series 2002 certificates of indebtedness were used to construct a print shop/technology center at the central office. The certificates will be paid out in 2012.

The proceeds of the Series 2008 certificates of indebtedness were used to construct a gymnasium at Rene Rost Middle School. The certificates will be paid out in 2018.

The proceeds of the Series 2009 certificates of indebtedness were used to construct a cafeteria at Meaux Elementary School. The certificates will be paid out in 2019.

The state limits the amount of general obligation debt that school boards can issue to 35 percent of the assessed value of all taxable property within the School Board's corporate limits. At June 30, 2011, Vermilion Parish School Board's maximum legal debt limit was \$139,632,836. The District's outstanding general obligation bonded debt of \$2,725,000 is well below the maximum debt limit.

Other long-term obligations of the School Board include accrued vacation pay and sick leave and net Other Post Employment Benefits (OPEB). More detailed information about our long-term obligations is presented in note 7 to the basic financial statements.

**FOR THE FUTURE**

As of the date of this report, management is finalizing the recovery process from the recent hurricane disasters and has just completed the construction of a new elementary school. The Board is also in the planning stages for the construction of a middle school complex.

Management's main focus however, is to stabilize our financial future. Increases in required contributions to employee retirement systems, increases in contributions to employee group health insurance program and reductions in federal and state funding has created concerns for the upcoming fiscal years.

As the Educational System moves into the ensuing budget year, management will continue to monitor all expenditures and wherever possible, propose departmental restructuring, reconsider the necessity of vacant positions and monitor individual budget line items searching for possible additional adjustments.

The General Fund unreserved/undesignated fund balance of \$12.3 million as of June 30, 2011 was 17.5% of the 2011-12 budgeted expenditures. In addition to this unrestricted fund balance, the Board has reserved \$2.0 million to cover FEMA contingencies. An additional \$0.6 million has been reserved for MFP shortfalls related to the Relative Wealth calculation and 0.3 million for inventories on hand.

As the System moves along this course, we will exercise financial caution until the Board's finances are back on a sound footing. It is important that we continue conducting the financial operations of the School System in a conservative and responsible manner.

Although the administration has concerns about recent financial matters, if we continue to operate in a fiscally conservative manner, we will be able to address all of those concerns. Management is committed to keeping the Vermilion Parish School System in a strong financial position.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

**Management's Discussion and Analysis (Continued)**  
**Fiscal Year Ended June 30, 2011**

**CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional financial information contact Phillip Sellers, Chief Financial Officer, Vermilion Parish School Board, P.O. Drawer 520, Abbeville, LA 70511-0520 or call at (337) 898-5705 or e-mail to [psellers@vrml.k12.la.us](mailto:psellers@vrml.k12.la.us).



## **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS (GWFS)**

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Statement of Net Assets  
Governmental Activities  
June 30, 2011

ASSETS

Cash and interest-bearing deposits	\$ 23,820,046
Investments	11,837,787
Receivables	7,630,680
Inventory	335,773
Prepaid expense	1,305
Capital assets, net	<u>60,016,970</u>
Total assets	<u>103,642,561</u>

LIABILITIES

Accounts, salaries and other payables	13,378,042
Deferred revenue	339,853
Interest payable	36,947
Long-term liabilities	
Due within one year	390,000
Due in more than one year	<u>17,496,806</u>
Total liabilities	<u>31,641,648</u>

NET ASSETS

Invested in capital assets, net of related debt	57,255,023
Restricted for:	
Trust principal	11,933,577
Debt service	147,047
Unrestricted	<u>2,665,266</u>
Total net assets	<u>\$ 72,000,913</u>

The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Statement of Activities  
For the Year Ended June 30, 2011

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Assets Governmental Activities
Governmental activities:				
Instruction:				
Regular programs	\$ 34,592,665	\$ -	\$ 2,084,991	\$ (32,507,674)
Special education programs	11,601,050	35,840	2,324,406	(9,240,804)
Vocational education programs	2,562,178	-	226,386	(2,335,792)
Other instructional programs	1,024,057	-	492,587	(531,470)
Special programs	4,755,836	-	3,833,243	(922,593)
Adult and continuing education programs	113,742	-	101,924	(11,818)
Support services:				
Pupil support services	4,740,774	-	1,525,596	(3,215,178)
Instructional staff support services	4,900,778	-	1,622,399	(3,278,379)
General administration	3,089,281	-	131,578	(2,957,703)
School administration	4,954,248	-	824,331	(4,129,917)
Business services	826,164	-	-	(826,164)
Operation and maintenance of plant services	7,446,235	-	238,228	(7,208,007)
Student transportation services	4,791,983	-	86,015	(4,705,968)
Central services	835,053	-	56,253	(778,800)
Non-instructional services:				
Food services	5,170,408	757,200	4,021,779	(391,429)
Community service programs	410,153	-	-	(410,153)
Facilities acquisition and construction	1,152,711	-	9,228,899	8,076,188
Interest on long-term debt	97,968	-	-	(97,968)
Total governmental activities	<u>\$ 93,065,284</u>	<u>\$ 793,040</u>	<u>\$ 26,798,615</u>	<u>(65,473,629)</u>
Taxes:				
				1,724,468
				10,672,645
				11,023,107
				150,284
Grants and contributions not restricted to specific programs:				
				39,199,448
				114,236
				1,293,455
				4,453,860
				1,297,922
				(925)
				(14,424)
				<u>69,914,076</u>
				4,440,447
				<u>67,560,466</u>
				<u>\$ 72,000,913</u>

The accompanying notes are an integral part of the basic financial statements.

**FUND FINANCIAL STATEMENTS (FFS)**

## **MAJOR FUNDS DESCRIPTIONS**

### **General Fund**

The General fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

### **No Child Left Behind (NCLB):**

#### **Title I**

Title I of the NCLB is a program for economically and educationally deprived school children that is federally financed, state administered, and locally operated by the School Board. Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

### **Capital Projects Fund**

Capital projects are used to account for capital asset acquisition, construction, and improvements of public school facilities and is currently funded by grant proceeds from FEMA which is being used for constructing LeBlanc Elementary School.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Balance Sheet  
Governmental Funds  
June 30, 2011

	General	No Child Left Behind Title I Fund	Capital Projects Fund	Other Governmental	Total
<b>ASSETS</b>					
Cash and interest-bearing deposits	\$ 19,214,033	\$ 64,714	\$ -	\$ 3,480,294	\$22,759,041
Investments	-	-	-	11,837,787	11,837,787
Receivables	910,454	1,635,076	1,460,424	3,505,095	7,511,049
Due from other funds	4,209,708	-	-	-	4,209,708
Inventory	247,540	-	-	88,233	335,773
Accrued interest receivable	31,045	-	-	86,371	117,416
Prepaid expenses	1,305	-	-	-	1,305
Total assets	<u>\$ 24,614,085</u>	<u>\$ 1,699,790</u>	<u>\$ 1,460,424</u>	<u>\$ 18,997,780</u>	<u>\$ 46,772,079</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 624,960	\$ 14,057	\$ 330,489	\$ 279,829	\$ 1,249,335
Accrued salaries payable	8,757,277	636,107	-	1,228,554	10,621,938
Retainage payable	-	-	726,128	10,535	736,663
Due to other funds	-	1,049,626	403,807	2,756,275	4,209,708
Deferred revenue	58,937	-	-	280,916	339,853
Total liabilities	<u>9,441,174</u>	<u>1,699,790</u>	<u>1,460,424</u>	<u>4,556,109</u>	<u>17,157,497</u>
Fund balances:					
Nonspendable	248,845	-	-	12,021,810	12,270,655
Restricted	-	-	-	2,419,861	2,419,861
Assigned	2,650,000	-	-	-	2,650,000
Unassigned	12,274,066	-	-	-	12,274,066
Total fund balances	<u>15,172,911</u>	<u>-</u>	<u>-</u>	<u>14,441,671</u>	<u>29,614,582</u>
Total liabilities and fund balances	<u>\$ 24,614,085</u>	<u>\$ 1,699,790</u>	<u>\$ 1,460,424</u>	<u>\$ 18,997,780</u>	<u>\$ 46,772,079</u>

The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Assets  
June 30, 2011

Total fund balances for governmental funds at June 30, 2011		\$ 29,614,582
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:</p>		
Land	\$ 1,619,145	
Construction in progress	15,814,668	
Building, net of \$40,988,284 accumulated depreciation	15,302,691	
Improvement, net of \$21,289,750 accumulated depreciation	24,226,109	
Vehicles, net of \$4,250,842 accumulated depreciation	2,410,985	
Equipment, net of \$2,002,472 accumulated depreciation	<u>643,372</u>	60,016,970
<p>Elimination of interfund assets and liabilities:</p>		
Due from other funds	4,209,708	
Due to other funds	<u>(4,209,708)</u>	-
<p>Long-term liabilities at June 30, 2011:</p>		
Bonds payable	(2,725,000)	
Compensated absences payable	(4,403,427)	
Net OPEB obligation payable	(10,758,379)	
Accrued interest payable	<u>(36,947)</u>	(17,923,753)
Assets and liabilities of Self - Insurance Internal Service		<u>293,114</u>
Net assets at June 30, 2011		<u>\$ 72,000,913</u>

The accompanying notes are an integral part of the basic financial statements.



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Governmental Funds  
Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Year Ended June 30, 2011

	General	No Child Left Behind Title I Fund	Capital Projects Fund	Other Governmental	Total
<b>Revenues</b>					
Local sources:					
Ad valorem taxes	\$ 1,724,468	\$ -	\$ -	\$ 10,672,645	\$ 12,397,113
Sales taxes	7,560,347	-	-	3,462,760	11,023,107
Food services	-	-	-	757,200	757,200
Other	6,110,868	-	-	1,191,224	7,302,092
Total local sources	15,395,683	-	-	16,083,829	31,479,512
State sources	39,975,011	-	-	1,305,098	41,280,109
Federal sources	-	4,258,921	9,228,899	11,208,347	24,696,167
Other commodities	-	-	-	265,216	265,216
Total revenues	<u>55,370,694</u>	<u>4,258,921</u>	<u>9,228,899</u>	<u>28,862,490</u>	<u>97,721,004</u>
<b>Expenditures</b>					
Current:					
Instruction -					
Regular programs	28,708,015	-	-	2,913,293	31,621,308
Special education programs	8,351,073	-	-	2,291,276	10,642,349
Vocational education programs	2,126,424	-	-	224,103	2,350,527
Other instructional programs	942,094	-	-	-	942,094
Special programs	453,615	2,584,711	-	1,308,202	4,346,528
Adult and continuing education programs	-	-	-	104,394	104,394
Support services -					
Pupil support services	2,809,875	697,459	-	828,021	4,335,355
Instructional staff support services	2,893,263	837,597	-	784,803	4,515,663
General administration	2,390,022	88,025	15,345	427,552	2,920,944
School administration	3,691,642	-	-	824,331	4,515,973
Business services	751,027	-	-	-	751,027
Operation and maintenance of plant services	6,974,173	2,654	-	140,293	7,117,120
Student transportation services	4,334,782	16,171	-	661,412	5,012,365
Central services	719,061	56,253	-	-	775,314
Non-instructional services -					
Food services	-	-	-	4,857,041	4,857,041
Community service programs	40,585	-	-	-	40,585
Facilities acquisition and construction	240,985	-	9,297,042	1,723,344	11,261,371
Debt service:					
Principal retirement	-	-	-	375,000	375,000
Interest and fiscal charges	-	-	-	102,983	102,983
Legal and technical fees	-	-	-	425	425
Total expenditures	<u>65,426,636</u>	<u>4,282,870</u>	<u>9,312,387</u>	<u>17,566,473</u>	<u>96,588,366</u>
Excess (deficiency) of revenues over expenditures	<u>(10,055,942)</u>	<u>(23,949)</u>	<u>(83,488)</u>	<u>11,296,017</u>	<u>1,132,638</u>

(continued)

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Governmental Funds  
Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)  
For the Year Ended June 30, 2011

	<u>General</u>	<u>No Child Left Behind Title I Fund</u>	<u>Capital Projects Fund</u>	<u>Other Governmental</u>	<u>Total</u>
Other financing sources (uses):					
Transfer to other LEAs	(14,424)	-	-	-	(14,424)
Transfers in	10,250,174	110,200	77,246	576,806	11,014,426
Transfers out	<u>(92,756)</u>	<u>(86,251)</u>	<u>-</u>	<u>(10,835,419)</u>	<u>(11,014,426)</u>
Total other financing sources (uses)	<u>10,142,994</u>	<u>23,949</u>	<u>77,246</u>	<u>(10,258,613)</u>	<u>(14,424)</u>
Net change in fund balances	87,052	-	(6,242)	1,037,404	1,118,214
Fund balances, beginning	<u>15,085,859</u>	<u>-</u>	<u>6,242</u>	<u>13,404,267</u>	<u>28,496,368</u>
Fund balances, ending	<u>\$ 15,172,911</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,441,671</u>	<u>\$ 29,614,582</u>

The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Year Ended June 30, 2011

Total net change in fund balances for the year ended June 30, 2011 per Statement of Revenues, Expenditures and Changes in Fund Balances		\$ 1,118,214
Add: Facilities acquisition and construction costs which are considered as expenditures on Statement of Revenues, Expenditures and Changes in Fund Balance	\$ 10,780,770	
Less: Depreciation expense for year ended June 30, 2011	<u>(3,156,891)</u>	7,623,879
Add: Bond principal retirement considered as an expenditure on Statement of Revenues, Expenditures and Changes in Fund Balance		375,000
Less: Compensated absences earned for year ended June 30, 2011		(35,990)
Add: Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis		5,440
Less: Net loss of the Self - Insurance Internal Service Fund		(855,669)
Less: Increase in net OPEB obligation at June 30, 2011		(3,589,582)
Less: Proceeds from sale of assets		(199,920)
Less: Losses are not presented in this financial statement because they do not provide or use current financial resources, but they are presented in the statement of activities		<u>(925)</u>
Total change in net assets for the year ended June 30, 2011 per Statement of Activities		<u>\$ 4,440,447</u>

The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Proprietary Fund  
Governmental Activities - Group Insurance Fund  
Statement of Net Assets  
June 30, 2011

ASSETS

Current assets:	
Cash and interest-bearing deposits	\$ 1,061,004
Accrued interest receivable	<u>2,215</u>
Total current assets	<u>1,063,219</u>

LIABILITIES

Current liabilities:	
Accounts payable	7,057
Claims payable	<u>763,048</u>
Total current liabilities	<u>770,105</u>

NET ASSETS

Net assets:	
Unreserved	<u>\$ 293,114</u>

The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Proprietary Fund  
Governmental Activities - Group Insurance Fund  
Statement of Revenues, Expenses and Changes in Fund Net Assets  
Year Ended June 30, 2011

Operating revenue:	
Premiums	\$ 10,181,628
Other	<u>2,850</u>
Total operating revenue	<u>\$ 10,184,478</u>
Operating expenses:	
Administration	791,269
Insurance	951,671
Claims	9,224,300
Business services	<u>85,917</u>
Total operating expenses	<u>11,053,157</u>
Operating loss	(868,679)
Nonoperating revenue:	
Interest earned on interest-bearing deposits	<u>13,010</u>
Change in net assets	(855,669)
Net assets, beginning	<u>1,148,783</u>
Net assets, ending	<u>\$ 293,114</u>

The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Proprietary Fund  
Governmental Activities - Group Self Insurance  
Statement of Cash Flows  
Year Ended June 30, 2011

Cash flows from operating activities:	
Receipts from participants	\$ 10,181,628
Payments to suppliers	(11,245,671)
Other receipts	<u>2,850</u>
Net cash used by operating activities	<u>(1,061,193)</u>
Cash flows from investing activities:	
Purchase of interest-bearing deposits with maturity in excess of ninety days	(1,000,000)
Proceeds from interest-bearing deposits with maturity in excess of ninety days	1,000,000
Interest income	<u>17,133</u>
Net cash provided by investing activities	<u>17,133</u>
Net decrease in cash and interest bearing deposits	(1,044,060)
Cash and cash equivalents, beginning of period	<u>1,105,064</u>
Cash and cash equivalents, end of period	<u>\$ 61,004</u>
Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	\$ (868,679)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Changes in current assets and liabilities:	
Increase in accounts payable	7,057
Decrease in claims payable	<u>(199,571)</u>
Net cash used by operating activities	<u>\$ (1,061,193)</u>
Reconciliation of cash and interest-bearing deposits per statement of cash flows to the balance sheet:	
Cash and interest bearing deposits, beginning of period -	
Cash and interest-bearing deposits	\$ 2,105,064
Less: Interest-bearing deposits with a maturity in excess of ninety days	<u>(1,000,000)</u>
Total cash and cash equivalents, beginning of period	<u>1,105,064</u>
Cash and interest bearing deposits, end of period -	
Cash and interest-bearing deposits	1,061,004
Less: Interest-bearing deposits with a maturity in excess of ninety days	<u>(1,000,000)</u>
Total cash and cash equivalents, ending of period	<u>61,004</u>
Net decrease	<u>\$ (1,044,060)</u>

The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Statement of Fiduciary Net Assets  
June 30, 2011

ASSETS

Cash and interest bearing deposits	<u>\$4,228,474</u>
------------------------------------	--------------------

LIABILITIES

Due to other governmental units	\$2,488,526
Deposits due others	<u>1,739,948</u>
Total liabilities	<u>\$4,228,474</u>

The accompanying notes are an integral part of the basic financial statements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the Vermilion Parish School Board (School Board) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) Accounting Standards Codification have been applied unless those standards conflict with or contradict GASB pronouncements, in which case, GASB prevails. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

The School Board was created by Louisiana Revised Statute (LRS-R.S.) 17:51 to provide public education for the children within Vermilion Parish. The School Board is authorized by LRS-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of eight members who are elected from eight districts for terms of four years.

The School Board operates 19 schools within the parish with a total enrollment of 9,281 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

For financial reporting purposes, the School Board includes all funds and activities for which the School Board exercises financial accountability. Because the School Board members are independently elected and are solely accountable for fiscal matters, which include (1) budget authority, (2) responsibility for funding deficits and operating deficiencies, and (3) fiscal management for controlling the collection and disbursement of funds, the School Board is a separate governmental reporting entity, primary government.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net assets and the statement of activities display information about the School Board, the primary government, as a whole. They include all funds of the reporting entity, which are considered to be governmental activities. The School Board's internal service fund is a governmental activity. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses.



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for each function of the School Board's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

The accounts of the School Board are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. Fund financial statements report detailed information about the School Board.

The various funds of the School Board are classified into three categories: governmental, and proprietary, and fiduciary. The emphasis on fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the School Board or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The School Board reports the following major governmental funds:

The General Fund is the general operating fund of the School Board. It accounts for all financial resources except those required to be accounted for in other funds.

The Title I Fund of the NCLB is a program for economically deprived school children that is federally financed, state administered, and locally operated by the School Board. Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Capital Projects Fund is used to account for capital asset acquisition, construction, and improvements of public school facilities and is currently funded by grant proceeds from the Federal Emergency Management Agency (FEMA) and Community Development Block Grant (CDBG) which are being used for constructing LeBlanc Elementary School.

Additionally, the School Board reports the following fund types:

Special Revenue Funds

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. These funds account for the revenues and expenditures related to federal, state and local grant and entitlement programs.

Debt Service Funds

Debt service funds, established to meet requirements of bond ordinances, are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

Proprietary Funds -

Proprietary funds are used to account for ongoing organizations and activities that are similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows. The following is the School Board's proprietary fund type:

Internal Service Fund

The Internal Service Fund is used to account for the accumulation of resources for and the payment of benefits by the School Board's group self-insurance program.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are derived from contributions made from the employer and employees. These revenues are planned to match: (1) expenses of insurance premiums in excess of self-insurance amounts; (2) actual claims and estimated liabilities for claims incurred but not yet reported at year-end and (3) operating expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Fiduciary Funds -

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of other funds within the School Board. The funds accounted for in this category by the School Board are the agency funds. The agency funds are as follows:

School Activity Fund – accounts for assets held by the School Board as an agent for the individual schools and school organizations.

Sales Tax Collection Fund – accounts for monies collected on behalf of other taxing authorities within the parish.

Permanent Funds -

Permanent funds are used to account for resources that are legally restricted to the extent that only earnings and not principal, may be used for purposes that support the School Board's programs.

C. Measurement Focus/ Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net assets and the statement of activities, the governmental activities are presented using the economic resources measurement focus as defined in item b. below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary (internal service) fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Basis of Accounting

In the government-wide statement of net assets and statement of activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized in accordance with the requirements of GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions.

Program revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the School Board's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the School Board's general revenues.

Allocation of indirect expenses

The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means being collectible within the current period or within 60 days after year-end. Expenditures (including facilities acquisition and construction) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Federal and state entitlements (unrestricted grants-in-aid, which include state equalization and state revenue sharing) are recorded when available and measurable. Expenditure-driven federal and state grants, which are restricted as to the purpose of the expenditures, are recorded when the reimbursable expenditures have been incurred.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed in November, by the Parish Assessor, based on the assessed value and become due on December 31 of each year. The taxes become delinquent on January 1. An enforceable lien attaches to the property as of January 1. The taxes are generally collected in December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year-end to the extent that they have been collected but not received by the Vermilion Parish Tax Collector's Office. Such amounts are measurable and available to finance current operations.

Interest income on time deposits and revenues from rentals, leases, and royalties are recorded when earned.

Sales and use tax revenues are recorded in the month collected by the School Board.

Substantially all other revenues are recorded when received.

Expenditures

Salaries are recorded as expenditures when incurred. Nine-month employee salaries are incurred over a nine-month period but paid over a twelve-month period.

Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death.

Commitments under construction contracts are recognized as expenditures when earned by the contractor.

Principal and interest on general long-term obligations are not recognized until due.

All other expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

The proprietary fund utilizes the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sales of capital assets, debt extinguishments, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Deferred Revenues

Deferred revenues arise when resources are received before the School Board has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures or when tuition is received in advance of the commencement of classes.

In subsequent periods, when the School Board has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized. Recognition of revenue from ad valorem tax collections has been deferred in instances where the School Board has been advised by the tax collecting authority that certain amounts have been paid in protest. Recognition of revenue from minor federal and state grant advances has been deferred to the next fiscal year to allow proper matching of revenues and expenditures.

D. Assets, Liabilities and Equity

Cash and interest bearing deposits

For purposes of the Statement of Net Assets, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the School Board. For the purpose of the proprietary fund statement of cash flows, "cash and interest bearing deposits" include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less when purchased.

Investments

Trust fund investments are stated at fair value in accordance with GASB 31. Fair value is defined as the amount at which a financial instrument could be exchanged in a current asset transaction between willing parties. Fair value was determined based on quoted market prices.

Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include ad valorem taxes, sales and use taxes, and federal and state grants.

Inventories

The cost of inventories is recorded as expenditures when consumed rather than when purchased. Reserves are established for an amount equal to the carrying value of inventories.

Inventory of the General Fund consists of instructional supplies maintained in the central warehouse for use of all schools and janitorial and electrical supplies maintained in the central warehouse for the use of all departments and schools. All inventory purchased are valued at cost (first-in, first-out).

Inventory of the School Lunch/Breakfast Special Revenue Fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. The commodities are recorded as revenues and expenditures when consumed. All inventory items purchased are valued at cost (first-in, first-out), and donated commodities are assigned values based on information provided by the United States Department of Agriculture.

Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether they are reported in the government-wide or fund financial statements.

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their estimated fair value at the date of donation. The School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful life using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	10 - 40 years
Furniture and equipment	5 - 15 years



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as facilities acquisition and construction expenditures of the governmental fund upon acquisition.

The School Board does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Amounts expended for such items prior to June 30, 2003 were considered to be part of the cost of buildings and improvements. In the future, if such items are built or constructed, and appear to be material in cost compared to all capital assets, they will be capitalized and depreciated over their estimated useful lives as with all other depreciable capital assets.

Compensated Absences

All 12-month employees earn from 12 to 18 days vacation leave each year, depending on their length of service with the School Board. Annual leave earned after June 30, 2002, will be accrued to a maximum of forty (40) days. Annual leave earned prior to June 30, 2002 is not subject to this limitation and will be available in full for use by employees. Leave accrued prior to June 30, 2002, may not be used until leave accrued subsequent to that date has been fully exhausted. Employees may only use 18 consecutive days if approved by the superintendent. Upon retirement or termination of employment, the employee may choose to be paid for any unused accumulated annual leave at the employee's daily rate of pay or may convert such unused accumulated annual leave to service credit for retirement purposes if allowed by the retirement system.

All employees earn from 10 to 13 days of sick leave each year, depending on the number of months of the school year they are employed by the School Board. Sick leave may be accumulated. Upon death or retirement, unused accumulated sick leave of up to 25 days is paid to employees (or heirs) at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System, the total unused accumulated sick leave, including the 25 days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. For sick leave earned after July 1, 1988, under the Louisiana Teachers' Retirement system and for sick leave earned under the Louisiana School Employees Retirement System all unpaid sick leave, which excludes the 25 days paid, is used in the retirement benefit computation as earned service. Employees are not compensated for unused sick leave upon resignation. However, employees who resign from Vermilion Parish School Board and begin employment in another district may transfer unused sick leave to the new district. In cases of layoffs and callbacks, employees are credited with unused sick leave balances at the time they are reinstated to service.



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Act 1341 of 1999 changed the extended sick leave (gayle pay) regulations for public school employees. The Act provides that if teachers and school bus operators have no remaining sick leave, they are allowed up to 90 days extended sick leave in a six year period. During these 90 days, the employee is paid 65% of their pay at the time that the leave begins.

Act 1342 of 1999 changed the sabbatical leave regulation. The Act allows both sabbatical medical leave and professional and cultural development sabbatical for teachers. It provides for two sabbatical semesters immediately following twelve or more consecutive semesters of consecutive service or one semester immediately following six semesters of consecutive service. Sabbatical medical leave may be granted if the teacher's regular sick leave balance is twenty-five days or less at the beginning of the sabbatical. No more than 5% of the work force can be on sabbatical at the same time. During sabbatical, the employee is paid 65% of their pay at the time the leave begins.

The cost of current leave privileges is recognized as a current-year expenditure in the governmental funds when leave is actually taken. The cost of leave privileges not requiring current resources is recorded the general fund.

Long-term debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. Since the School Board's only Proprietary Fund is the Self-Insurance Internal Service Fund, which has no long-term debt, all School Board long-term debt is used in governmental fund operations.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of general obligation bonds and certificates of indebtedness. For government-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34, the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources net of the applicable premium or discount and payment of principal and interest reported as expenditures. For fund financial reporting, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Equity Classifications

In the government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. At June 30, 2011, the School Board reported \$12,080,624 of restricted net assets, which is restricted by debt covenants or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

During the fiscal year ended June 30, 2011, the School Board adopted GASB 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which significantly changed the reporting of fund balance in the financial statements of governmental type funds. As a result, fund balances are classified as follows in the governmental fund financial statements. Proprietary fund equity is classified the same as in the government-wide statements.

*Nonspendable* – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

*Restricted* – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

*Committed* – amounts that can be used only for specific purposes determined by a formal action of the School Board members. The Board is the highest level of decision-making authority for the School Board office. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by Board members.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

*Assigned* – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the School Board’s adopted policy, only Board members or the Board’s finance committee may assign amounts for specific purposes.

*Unassigned* – all other spendable amounts.

As of June 30, 2011, fund balances are composed of the following:

	General	Nonmajor Funds	Total Governmental Funds
<i>Nonspendable:</i>			
Prepaid items	\$ 1,305	\$ -	\$ 1,305
Inventory	247,540	88,233	335,773
Nonexpendable trust	-	11,933,577	11,933,577
 <i>Restricted:</i>			
Debt service	-	147,047	147,047
Special revenue funds	-	2,272,814	2,272,814
 <i>Assigned:</i>			
FEMA contingencies	2,000,000	-	2,000,000
Fiscal year shortfalls	650,000	-	650,000
 Unassigned	<u>12,274,066</u>	<u>-</u>	<u>12,274,066</u>
 Total fund balances	<u>\$15,172,911</u>	<u>\$ 14,441,671</u>	<u>\$ 29,614,582</u>

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the School Board considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the School Board considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless Board members or the finance committee has provided otherwise in its commitment or assignment actions.

E. Budget Practices

The proposed budget for 2011 was completed and made available for public inspection at the School Board office prior to the required public hearing held for suggestions and comments from taxpayers. The School Board formally adopted the proposed fiscal year 2011 budget on September 2, 2010. In accordance with

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

R.S.17:88(A), parish school boards must adopt the budget no later than September fifteenth of each year. The budget, which included proposed expenditures and the means of financing them, for the General and Special Revenue Funds was published in the official journal ten days prior to the public hearing.

The budgets for the General and Special Revenue Funds for the fiscal year 2011 were prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP).

The level of control over the budget is exercised at the function or program level for the General and Special Revenue. The Superintendent and/or assistant superintendents are authorized to transfer budget amounts within each fund; however, any supplemental appropriations that amend the total expenditures of any fund require School Board approval. As required by state law, when actual revenues within a fund are failing to meet estimated annual budgeted revenues by five percent or more, and/or actual expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments. Amendments to the budget were not material.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation; is not employed by the School Board.

G. Revenue Restrictions

The School Board has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions on Use</u>
Ad valorem taxes	See Note 3
Sales taxes	See Note 8

The School Board uses unrestricted resources only when restricted resources are fully depleted.

H. Capitalization of Interest Expense

It is the policy of the School Board to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets. At June 30, 2011, there were no borrowings for assets under construction and no capitalized interest expense was recorded on the books.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

I. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

(2) Cash and Investments

A. Cash and Interest-Bearing Deposits

Under state law, the School Board may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The School Board may invest in direct obligations of the United States government, bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and/or the United States government, and time certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2011, the School Board has cash and interest-bearing deposits (book balances) totaling \$28,048,520 as follows:

	Governmental Activities	Fiduciary Funds	Total
Demand deposits	\$ 14,808,079	\$ 2,753,811	\$ 17,561,890
Interest-bearing accounts	11,867	1,405,166	1,417,033
Time Deposits	9,000,000	69,497	9,069,497
Petty cash	100	-	100
Total	\$ 23,820,046	\$ 4,228,474	\$ 28,048,520

These deposits are stated at cost, which approximates market. Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the School Board's deposits may not be recovered or will not be able to recover the collateral securities that are in the possession of an outside party. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2011, are secured as follows:

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Bank balances	<u>\$ 28,193,870</u>
Federal deposit insurance	344,241
Pledged securities (Category 3)	<u>27,849,629</u>
Total federal insurance and pledged securities	<u>\$ 28,193,870</u>

As of June 30, 2011, the School Board's total bank balances were fully insured and collateralized with securities held in the name of the School Board by the pledging financial institution's agent and, therefore, not exposed to custodial credit risk.

**B. Investments**

At June 30, 2011, the School Board's investments (book balance) totaled \$11,837,787. The carrying amounts and approximate market values of investments at June 30, 2011 are summarized as follows:

Description	Interest Rate	Cost	Unrealized Gain/ (Loss)	Reported Amount/ Market Value
Trust fund -				
U.S. Treasury note	4.25%	\$ 438,172	8,422	\$ 446,594
FNMA obligations	4.375% - 5.50%	148,145	6,081	154,226
GNMA obligations	6.50% - 8.00%	105,211	13,068	118,279
Other government debt obligations	3.00% - 6.00%	576,782	40,813	617,595
Other non-government debt obligations	4.875% - 7.875%	6,332,483	305,696	6,638,179
Foreign Obligations	6.350%	682,092	(1,670)	680,422
Equity securities	N/A	<u>2,478,965</u>	<u>703,527</u>	<u>3,182,492</u>
Total investments		<u>\$10,761,850</u>	<u>\$1,075,937</u>	<u>\$11,837,787</u>

**(3) Ad Valorem Taxes**

The following ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the fiscal year ended June 30, 2011, taxes were levied by the School Board in July 2010 and were billed to taxpayers by the Assessor in November. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

The taxes are based on assessed values determined by the Tax Assessor of Vermilion Parish and are collected by the Sheriff. The taxes are remitted to the School Board net of deductions for Pension Fund contributions.

For the year ended June 30, 2011, taxes were levied on property with net assessed valuations totaling \$398,950,960 and were dedicated as follows:

Parishwide Taxes:

School employee salary and benefit tax (1998)	25.00	mills
Special school maintenance and operational tax (1996)	2.00	mills
Special school improvement tax (1996)	5.00	mills
School operations tax (1996)	3.00	mills
Total Special Revenue Funds	35.00	mills
School maintenance and operational tax (General Fund)	4.65	mills
Total assessment	<u>39.65</u>	mills

Gross taxes levied for the current fiscal year, net of homestead exemptions, totaled \$12,276,480. After deductions for various pension distributions and uncollectible taxes and collections of back taxes, net taxes remitted to the School Board amounted to \$12,091,196.

(4) Receivables

Receivables at June 30, 2011 of \$7,630,680 consisted of the following:

	Grants		Accounts	Accrued	Totals
	Federal	State		interest	
General Fund	\$ -	\$ 665,944	\$ 244,510	\$ 31,045	\$ 941,499
Title I Fund	1,635,076	-	-	-	1,635,076
Special Revenue Funds	3,505,095	-	-	-	3,505,095
Capital Projects Fund	1,460,424	-	-	-	1,460,424
Group Insurance Fund	-	-	-	2,215	2,215
Permanent Fund	-	-	-	86,371	86,371
Total receivables	<u>\$ 6,600,595</u>	<u>\$ 665,944</u>	<u>\$ 244,510</u>	<u>\$ 119,631</u>	<u>\$ 7,630,680</u>

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(5) Capital Assets

Capital assets balances and activity for the year ended June 30, 2011 is as follows:

	<u>Balance</u> <u>July 01, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
Capital assets not being depreciated:				
Land	\$ 1,818,952	\$ -	\$ 199,807	\$ 1,619,145
Construction in progress	6,415,084	9,508,487	108,903	15,814,668
Other capital assets:				
Buildings	56,290,975	-	-	56,290,975
Improvements	44,805,450	710,409	-	45,515,859
Vehicles	6,067,141	594,686	-	6,661,827
Equipment	<u>2,592,203</u>	<u>76,091</u>	<u>22,450</u>	<u>2,645,844</u>
Total	<u>117,989,805</u>	<u>10,889,673</u>	<u>331,160</u>	<u>128,548,318</u>
Less accumulated depreciation:				
Buildings	39,997,802	990,482	-	40,988,284
Improvements	19,729,841	1,559,909	-	21,289,750
Vehicles	3,795,939	454,903	-	4,250,842
Equipment	<u>1,872,287</u>	<u>151,597</u>	<u>21,412</u>	<u>2,002,472</u>
Total	<u>65,395,869</u>	<u>3,156,891</u>	<u>21,412</u>	<u>68,531,348</u>
Net capital assets	<u>\$ 52,593,936</u>	<u>\$ 7,732,782</u>	<u>\$ 309,748</u>	<u>\$ 60,016,970</u>



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 1,037,727
Special education programs	349,253
Vocational education programs	77,138
Other instructional programs	30,917
Special programs	142,641
Adult and continuing education programs	3,426
Pupil support services	142,275
Instructional staff support services	148,192
General administration	95,858
School administration	148,202
Business services	27,466
Operation and maintenance of plant services	233,565
Student transportation services	164,492
Central services	25,444
Food services	159,395
Facility acquisition and construction	1,332
Community service programs	<u>369,568</u>
 Total depreciation expense	 <u>\$ 3,156,891</u>

(6) Accounts, Salaries, and Other Payables

At June 30, 2011, accounts, salaries, and other payables of \$13,378,042 consisted of the following:

Salaries and related benefits payable	\$ 10,621,938
Accounts payable	1,256,393
Retainage payable	736,663
Workers compensation and health claims payable	<u>763,048</u>
Total payables	<u>\$ 13,378,042</u>

Prior to July 1, 1999 the Vermilion Parish School Board was partially self-insured for worker's compensation claims. Under this program the School Board maintained a self-insured retention per occurrence of \$200,000 with excess insurance coverage, and a third party administrator to handle claims.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(7) Long-Term Liabilities

\$645,000 Certificate of Indebtedness, Series 2002, due in annual installments of \$50,000 to \$80,000 through February 1, 2012; at an interest rate of 4.625% (to be retired from income derived from trust fund investments).	\$ 80,000
\$2,000,000 Certificates of Indebtedness, Series 2008, due in annual installments of \$165,000 to \$240,000 through February 1, 2018; at an interest rate of 3.210% (to be retired from income derived from trust fund investments).	1,485,000
\$1,400,000 Certificates of Indebtedness, Series 2009, due in annual installments of \$120,000 to \$165,000 through February 1, 2019; at an interest rate of 3.31% (to be retired from income derived from trust fund investments).	<u>1,160,000</u>
Total	<u>\$2,725,000</u>

The bonds and certificates are due as follows:

Year Ending June 30,	Governmental Activities		Total
	Principal payments	Interest payments	
2012	\$ 390,000	\$ 89,765	\$ 479,765
2013	325,000	75,989	400,989
2014	340,000	65,426	405,426
2015	350,000	54,377	404,377
2016	370,000	43,002	413,002
2017 - 2019	950,000	54,898	1,004,898
Totals	\$ 2,725,000	\$ 383,457	\$ 3,108,457

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Changes in General Long-Term Liabilities

During the year ended June 30, 2011, the following changes occurred in long-term liabilities transactions and balances:

	Balance July 01, 2010	Additions	Reductions	Balance June 30, 2011	Due Within One Year
Certificates of Indebtedness, Series 2002	\$ 155,000	\$ -	\$ 75,000	\$ 80,000	\$ 80,000
Certificates of Indebtedness, Series 2008	1,665,000	-	180,000	1,485,000	185,000
Certificates of Indebtedness, Series 2009	1,280,000	-	120,000	1,160,000	125,000
Compensated absences	4,367,437	35,990	-	4,403,427	-
Net OPEB obligation	7,168,797	6,574,742	2,985,160	10,758,379	-
	<u>\$ 14,636,234</u>	<u>\$ 6,610,732</u>	<u>\$ 3,360,160</u>	<u>\$ 17,886,806</u>	<u>\$ 390,000</u>

Compensated Absences

Compensated absences payable consist of the portion of accumulated sick and annual leave of the governmental funds that is not expected to require current resources. The liability for compensated absences is computed only at the end of each fiscal year; therefore, the increase of \$35,990 for fiscal year 2011, is the net of leave benefits accrued and paid during those years.

(8) Sales and Use Taxes

The School Board is authorized to collect within the parish a one percent sales and use tax. The proceeds of the tax are dedicated to supplement salaries of teachers and/or the expenditures of operating the schools, including salaries of other personnel. On May 2, 2009, the voters of Vermilion Parish authorized the levy of a one half percent sales and use tax dedicated to the salaries and benefits of school employees. The collection of the tax began July 1, 2009.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

Effective March 1, 1992, the School Board was appointed the central sales tax collecting agency for all taxing bodies within Vermilion Parish. The following is a summary of taxes that the School Board has the responsibility of collecting:

<u>Taxing Bodies:</u>	<u>Rate</u>
Vermilion Parish Police Jury	1.50%
Vermilion Parish Sheriff	0.75%
Town of Gueydan	1.00%
City of Kaplan	1.00%
City of Abbeville	1.25%
Town of Erath	1.00%
Town of Delcambre	1.00%
Village of Maurice	1.50%
Vermilion Parish Tourist Commission	5.00%
Vermilion Parish School Board	1.50%
Hospital Service District #1	1.00%
Economic Development District #1	0.50%
Abbeville Hospital District #2	0.50%
Abbeville Film and Visitors Commission	0.50%

(9) Retirement Plans

Eligible employees of the Vermilion Parish School Board participate in one of four multiple-employer public employee retirement systems (PERS), which are controlled and administered by a separate board of trustees. These retirement systems provide retirement, disability and death benefits to plan members and their beneficiaries. Pertinent information relative to each plan follows:

A. Teachers' Retirement System of Louisiana – Regular

Plan members are required to contribute 8.0 percent of their annual salary to the system while the School Board is required to contribute the statutory rate of 20.2 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 2011, 2010 and 2009 were \$8,764,211, \$6,887,978, and \$6,309,674, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana Teachers' Retirement System, P.O. Box 94123, Baton Rouge, Louisiana 70804-9123.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

B. Teachers' Retirement System of Louisiana – Plan A

Plan members are required to contribute 9.1 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 20.2 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 2011, 2010 and 2009 were \$13,674, \$11,368, and \$13,532, respectively, equal to the required contribution for each year.

C. Parochial Employees' Retirement System

Plan members are required to contribute 9.5 percent of their annual salary to the system while the School Board is required to contribute the statutory rate of 15.75 percent of the total annual covered salary. The School Board's contributions to the system for the years ended June 30, 2011, 2010 and 2009 were \$9,187, \$8,272, and \$7,424, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana Teachers' Retirement System, P.O. Box 94123, Baton Rouge, Louisiana, 70804-9123.

D. Louisiana School Employees' Retirement System

Plan members are required to contribute 7.5 percent of their annual covered salary to the system while the School Board is required to contribute the statutory rate of 24.3 percent of the total annual salary covered. The School Board contribution to the system for the years ended 2011, 2010 and 2009 were \$912,020, \$695,540, and \$665,648, respectively.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana Teachers' Retirement System, P.O. Box 44516, Baton Rouge, Louisiana, 70804.

(10) Self-insurance Group Health Insurance Program

On April 25, 2002, the School Board began a partially self-insured group health insurance program. A separate internal service fund was created to accumulate funds designated for the payment of health care claims, insurance and associated costs of school system employees, retirees and their covered dependants. The School Board has procured specific-loss insurance with a self-insured retention of \$175,000 per individual and aggregate-loss insurance with an attachment point of approximately \$14,139,083 based on projected enrollment of 1,444 subscribers.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

The liability for unpaid claims of \$763,048 as of June 30, 2011 was determined based on reports obtained from third party administrator regarding claims incurred prior to June 30, 2011 paid out during the subsequent month period ending September 2011, and includes a \$28,451 provision for claims incurred but not reported.

Changes in the claims liability amount for the group health insurance program are as follows:

	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Benefit Payments and Claims	Balance at Fiscal Year-End
2008 - 2009	\$ 797,457	\$ 7,001,605	\$ 6,450,696	\$ 1,348,366
2009 - 2010	\$ 1,348,366	\$ 9,501,612	\$ 9,887,359	\$ 962,619
2010 - 2011	\$ 962,619	\$ 9,224,300	\$ 9,423,871	\$ 763,048

(11) Commitments and Contingencies

A. Litigation

There are several lawsuits presently pending against the School Board. The School Board's management and legal counsel is of the opinion that any unfavorable outcome in these cases would not materially affect the financial statements.

B. Grant Audits

The School Board receives federal and state grants for specific purposes that are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the School Board, such disallowances, if any, will not be significant.

C. Intergovernmental Agreement

On January 19, 2000 the Vermilion Parish School Board negotiated an intergovernmental agreement with the Iberia Parish School Board to establish certain parameters for calculating annual payments that the School Board shall remit to the Iberia Parish School Board for Vermilion Parish resident students attending Iberia Parish Schools. This agreement is effective for a twenty-year period ending June 30, 2020 but is subject to renegotiation every five years.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(12) Interfund Transactions

A. Interfund receivables and payables, by fund, at June 30, 2011 are as follows:

	Interfund Receivables	Interfund Payables
Major funds:		
General Fund	\$ 4,209,708	\$ -
Title I	-	1,049,626
Capital Projects Fund	-	403,807
Total major funds	4,209,708	1,453,433
Nonmajor funds:		
Title II	-	157,329
Title III	-	10,049
Title IV	-	1,015
Individual with Disabilities Education Act	-	819,142
Preschool Flow - Through	-	10,417
School Lunch/Breakfast Fund	-	56
District School Improvement Grant (LASIG) Fund	-	15,975
School Wide Positive Behavior Fund	-	30,370
Preschool TANF Fund	-	210,998
Rural Education Achievement Program (REAP) Fund	-	81,818
Carl Perkins	-	45,920
Job's For America's Graduates (JAG) Fund	-	99,804
EETT Continuation Fund	-	29,451
EETT Competitive Fund	-	3,473
Federal Emergency Management Agency (FEMA) Fund	-	94,956
Math and Science Partnership Fund	-	27,904
Coastal Parish Revitalization Fund	-	137,319
Education Jobs Fund	-	980,279
Total nonmajor funds	-	2,756,275
Total	\$ 4,209,708	\$ 4,209,708

The amounts due to the General Fund from various other funds are for reimbursements owed for expenditures paid for those funds.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

B. Transfers consisted of the following at June 30, 2011:

	Transfers In	Transfers Out
Major funds:		
General Fund	\$ 10,250,174	\$ 92,756
Title I Fund	110,200	86,251
Capital Projects Fund	77,246	-
Total major funds	10,437,620	179,007
Nonmajor funds:		
1998 Ad Valorem Tax	-	7,356,152
Title II	20,140	-
Individual with Disabilities Education Act	47,310	95,123
Preschool Flow-Through	4,180	3,347
State Adult Education	2,470	-
School Lunch/Breakfast fund	63,960	-
Preschool LA-4 Fund	3,420	-
Reading First Fund	1,900	-
2009 Sales Tax Fund	-	2,793,416
District School Improvement Grant (LASIG) Fund	-	3,588
School Wide Positive Behavior Fund	-	2,993
Preschool TANF Fund	32,300	-
Rural Education Achievement Program (REAP)	6,270	-
Jobs For America's Graduates (JAG) Fund	2,090	-
EETT Continuation Fund	-	7,244
Federal Emergency Management Agency (FEMA)	-	186,796
Coastal Parish Revitalization Fund	-	9,504
Debt Service	377,256	-
Dr. Daniel Dartez Educational Trust	15,510	377,256
Total nonmajor funds	576,806	10,835,419
Total	\$ 11,014,426	\$ 11,014,426

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(13) Post-Retirement Health Care and Life Insurance Benefits

From an accrual accounting perspective, the cost of postemployment healthcare benefits should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2009, the School Board recognizes the cost of postemployment healthcare in the year when employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the School Board's future cash flows. Because the School Board is adopting the requirements of GASB Statement No. 45 prospectively, recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2009 liability.

Plan Description: The Vermilion Parish School Board's medical benefits are provided to employees upon retirement actual retirement.

Employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. Complete plan provisions are contained in the official plan documents.

"Basic" Life insurance coverage is provided to retirees at employer cost based on blended rates with the same scale of coverage as for the active at time of retirement. "Supplemental" Life insurance coverage is provided to retirees with the retiree paying 50% of the cost based on partially blended rates with the same scale of coverage as when active at time of retirement, up to a maximum of \$28,000. Beyond \$28,000, the employee pays the entire cost. We have "unblended" the blended rates by using the same mortality table as that used in the valuation for other purposes. All of the other assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance. Basic Insurance coverage amounts are reduced by 25% at age 65 and again by another 25% at age 70. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance.

Contribution Rates: Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

Fund Policy: Until fiscal year ending June 30, 2008, the Vermilion Parish School Board recognized the cost of providing post-employment medical and life benefits (Vermilion Parish School Board's portion of the retiree medical and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. Effective with the Fiscal Year beginning July 1, 2008, Vermilion Parish School Board implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions* (GASB 45). The funding policy is not to fund the ARC except to the extent of the current year's retiree funding costs.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

In Fiscal Year Ending June 30, 2011, Vermilion Parish School Board's portion of health care funding cost for retired employees totaled \$2,311,632, and the life insurance totaled \$258,956. These amounts were applied toward the Net OPEB Benefit Obligation as shown in the table on the following page.

Annual Required Contribution: Vermilion Parish School Board's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The Annual Required Contribution (ARC) is the sum of the Normal Cost plus the contribution to amortize the Actuarial Accrued Liability (AAL). A level dollar, closed amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The total ARC for the fiscal year beginning July 01, 2010 is \$5,657,517 for medical, and \$630,473 for life, as set forth below:

	<u>Medical</u>	<u>Life</u>	<u>Total</u>
Normal Cost	\$ 1,623,713	\$ 156,748	\$ 1,780,461
30-year UAL amortization amount	<u>4,033,804</u>	<u>473,725</u>	<u>4,507,529</u>
Annual required contribution (ARC)	<u>\$ 5,657,517</u>	<u>\$ 630,473</u>	<u>\$ 6,287,990</u>

Net Post-employment Benefit Obligation (Asset): The table below shows Vermilion Parish School Board's Net Other Post-employment Benefit (OPEB) Obligation (Asset) for fiscal year ending June 30, 2011:

	<u>Medical</u>	<u>Life</u>	<u>Total</u>
Annual required contribution	\$5,657,517	\$ 630,473	\$ 6,287,990
Interest on net OPEB obligation	250,922	35,830	286,752
Adjustment to annual required contribution	(362,771)	(51,801)	(414,572)
Annual OPEB cost (expense)	5,545,668	614,502	6,160,170
Assumed contributions made	<u>(2,311,632)</u>	<u>(258,956)</u>	<u>(2,570,588)</u>
Increase in net OPEB obligation	3,234,036	355,546	3,589,582
Net OPEB obligation - beginning of year	<u>6,273,054</u>	<u>895,743</u>	<u>7,168,797</u>
Net OPEB obligation - end of year	<u>\$9,507,090</u>	<u>\$ 1,251,289</u>	<u>\$10,758,379</u>

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

The following table shows Vermilion Parish School Board's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability (asset):

<u>Post Employment Benefit</u>	<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
Medical	06/30/11	\$ 5,545,668	41.68%	\$ 9,507,090
Life	06/30/11	<u>614,502</u>	42.14%	<u>1,251,289</u>
Total		<u>\$ 6,160,170</u>		<u>\$ 10,758,379</u>

Funded Status and Funding Progress: In the fiscal year ending June 30, 2011, Vermilion Parish School Board made no contributions to its post employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. As of June 30, 2011, the end of the fiscal year, the Actuarial Accrued Liability (AAL) was \$69,752,438 (medical), and \$8,191,631 (life), which is defined as that portion, as determined by a particular actuarial cost method (Vermilion Parish School Board uses the Unit Credit Cost Method), of the actuarial present value of post employment plan benefits and expenses which is not provided by normal cost. Since the plan was not funded in fiscal year 2010/2011, the entire actuarial accrued liability of \$69,752,438 (medical) and \$8,191,631 (life) was unfunded.

Actuarial accrued liability (AAL)	\$ 77,944,069
Actuarial valuation of plan assets	<u>-</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 77,944,069</u>
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	\$ 51,080,021
UAAL as a percentage of covered payroll	152.6%

Actuarial Methods and Assumptions: Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by Vermilion Parish School Board and its employee plan members) at the time of the valuation and on the pattern of sharing costs between Vermilion Parish School Board and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

limitations on the pattern of cost sharing between Vermilion Parish School Board and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

**Actuarial Cost Method:** The ARC is determined using the Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

**Actuarial Value of Plan Assets:** Since the OPEB obligation has not as yet been funded, there are no assets. It is anticipated that in future valuations, should funding take place, a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45.

**Turnover Rate:** An age-related turnover scale based on actual experience as described by administrative staff has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 8%. The rates for each age are below:

<u>Age</u>	<u>Percent Turnover</u>
18-25	12.0%
26-40	10.0%
41-54	8.0%
55+	6.0%

**Post employment Benefit Plan Eligibility Requirements:** Based on historical experience, it has been assumed that entitlement to benefits will commence three years after expected retirement (D.R.O.P. entry). The three years represents the three years in the DROP period. Therefore, an expected retirement of three years delay beyond that eligibility has been used. Medical benefits are provided to employees upon actual retirement. Retirement eligibility (D.R.O.P. entry) provisions under the Teachers' Retirement System of Louisiana are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. Entitlement to benefits continue through Medicare to death.

**Investment Return Assumption (Discount Rate):** GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits. Since the ARC is not currently being funded and not expected to be funded in the near future, we have performed this valuation using a 4% annual investment return assumption.

**Health Care Cost Trend Rate:** The expected rate of increase in medical cost is based on projections performed by the Office of the Actuary at the Centers for Medicare & Medicaid Services as published in National Health Care Expenditures Projections: 2003 to 2013, National Health Expenditures, Aggregate and per Capita Amounts, Percent Distribution and Average Annual Percent Change by Source of Funds: Selected Calendar Years 1990-2013, released in January, 2004 by the Health Care Financing Administration ([www.cms.hhs.gov](http://www.cms.hhs.gov)). "State and Local" rates for 2009 through

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

2013 from this report were used, with rates beyond 2013 graduated down to an ultimate annual rate of 5.0% for 2016 and later.

**Mortality Rate:** The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rate and 50% of the unloaded female mortality rates, was used. This is the mortality table which the Internal Revenue Service requires to be used in determining the value of accrued benefits in defined benefit pension plans. Since GASB 45 requires the use of "unblended" rates, we have used the 94GAR mortality table described above to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance.

**Method of Determining Value of Benefits:** The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The rates provided are "blended" rates for active and retired before Medicare eligibility. Since GASB 45 requires the use of "unblended" rates, we have used estimated "unblended" rates as follows. The pre-Medicare employer provided rates were determined by adding 30% to the currently prevailing blended rates. The post-Medicare employer provided rates were unblended as required by GASB 45.

(14) Risk Management

Commercial Insurance Coverage

The School Board purchases commercial insurance for property coverage, general liability, fleet liability, errors and omissions and flood. The deductibles per occurrence for these coverages are \$100,000, \$25,000, \$25,000 and \$25,000, respectively. For the fiscal year ending June 30, 2011, the deductible for property coverage for named storms is 2% of total insured value per building subject to a minimum of \$500,000 per occurrence.

(15) Excess Oil and Gas Revenue Policy

The School Board has adopted a policy on excess oil and gas royalty revenues whereby mineral revenues over \$6,250,000 will be reserved in the following manner:

- A. 50% of the amount over \$6,250,000 is to be placed in the Vermilion Parish Education Public Trust.
- B. 50% of the amount over \$6,250,000 is to be used for employee salary supplements.

For the year ended June 30, 2011 oil and gas royalty revenues did not exceed the \$6,250,000 threshold, therefore a transfer was not made to the trust and for employee salary supplements.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(16) Non-expendable Trust Fund

On June 11, 1996, pursuant to Louisiana Revised Statute (LSA-RS) 17:81(m), the School Board established the Vermilion Parish Education Trust (a non-expendable trust fund). Trust principal is derived from excess revenues and may not be used for expenditures. Income from the investment of fund principal is restricted to meeting the capital outlay needs of the school system.

The trust is administered by a board of trustees which consists of individuals who occupy the following positions:

- A. Vermilion Parish School Board President
- B. Vermilion Parish School Board Vice-President
- C. Vermilion Parish School System Superintendent
- D. Vermilion Parish School System Chief Financial Officer
- E. Vermilion Association of Educators President
- F. Vermilion Parish School Board legal advisor

The trustees of the Daniel R. Dartez Educational Trust believe that the following asset mixes will produce a pattern of returns over time that will conform to the desired return requirements, risk tolerance and liquidity:

<u>Asset Class</u>	<u>Minimum</u>	<u>Target</u>	<u>Maximum</u>
Intermediate Fixed Income	60%	75%	85%
Equities	15%	25%	35%

Cash equivalents may be held in lieu of equities or intermediate fixed income at the discretion of the investment advisor.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Basic Financial Statements (Continued)

(17) Compensation of Board Members

A detail of the compensation paid to individual board members for the year ended June 30, 2010 follows:

Ricky J. Broussard	\$ 9,600
Dexter J. Callahan	10,800
Charles Campbell	9,600
Angela Faulk	4,800
Anthony Fontana	9,600
Christopher Gautreaux	4,800
Stacy Landry	4,800
Carroll LeBlanc	4,800
Ricky LeBouef	4,800
Chris Mayard	4,800
Ira W. Searle, Jr.	9,600
	<u>\$ 78,000</u>

(18) Subsequent Events

The School Board evaluated subsequent events through December 5, 2011, the date which the financial statements were available to be issued.

**OTHER REQUIRED  
SUPPLEMENTARY INFORMATION**



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

General Fund  
Budgetary Comparison Schedule  
Year Ended June 30, 2011

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
<b>Revenues</b>				
Local sources:				
Ad valorem taxes	\$ 1,650,000	\$ 1,650,000	\$ 1,724,468	\$ 74,468
Sales taxes	6,400,000	7,000,000	7,560,347	560,347
Other	1,693,500	2,088,395	6,110,868	4,022,473
Total local sources	9,743,500	10,738,395	15,395,683	4,657,288
State sources	40,505,590	39,969,104	39,975,011	5,907
Total revenues	50,249,090	50,707,499	55,370,694	4,663,195
<b>Expenditures</b>				
Current:				
Instruction -				
Regular programs	29,647,099	28,867,420	28,708,015	159,405
Special education programs	8,421,683	8,451,958	8,351,073	100,885
Vocational education programs	2,303,441	2,324,312	2,126,424	197,888
Other instructional programs	844,895	844,895	942,094	(97,199)
Special programs	460,957	471,599	453,615	17,984
Support services -				
Pupil support services	2,821,629	2,894,496	2,809,875	84,621
Instructional staff support services	2,629,820	2,890,902	2,893,263	(2,361)
General administration	2,113,488	2,238,629	2,390,022	(151,393)
School administration	4,430,695	3,612,857	3,691,642	(78,785)
Business services	803,481	795,971	751,027	44,944
Operation and maintenance of plant services	7,055,504	6,985,764	6,974,173	11,591
Student transportation services	4,288,012	4,294,745	4,334,782	(40,037)
Central services	735,020	736,683	719,061	17,622
Non-instructional services -				
Community service programs	40,000	40,000	40,585	(585)
Facilities acquisition and construction	250,000	300,000	240,985	59,015
Total expenditures	66,845,724	65,750,231	65,426,636	323,595
Deficiency of revenues over expenditures	(16,596,634)	(15,042,732)	(10,055,942)	4,986,790
<b>Other financing sources (uses)</b>				
Transfer to other LEAs	-	-	(14,424)	(14,424)
Transfers in	10,023,906	10,209,906	10,250,174	40,268
Transfers out	-	(15,510)	(92,756)	(77,246)
Total other financing sources (uses)	10,023,906	10,194,396	10,142,994	(51,402)
Net change in fund balance	(6,572,728)	(4,848,336)	87,052	4,935,388
Fund balances, beginning	14,664,836	15,085,859	15,085,859	-
Fund balances, ending	\$ 8,092,108	\$ 10,237,523	\$ 15,172,911	\$ 4,935,388

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Title I Fund  
Budgetary Comparison Schedule  
Year Ended June 30, 2011

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Revenues				
Federal sources	\$ 4,318,690	\$ 4,244,095	\$ 4,258,921	\$ 14,826
Expenditures				
Current:				
Instruction -				
Special programs	2,610,795	2,579,020	2,584,711	(5,691)
Support services -				
Pupil support services	690,590	680,300	697,459	(17,159)
Instructional staff support services	865,130	848,200	837,597	10,603
General administration	88,940	89,340	88,025	1,315
Operation and maintenance of plant services	10,000	4,000	2,654	1,346
Student transportation services	-	-	16,171	(16,171)
Central Services	56,555	56,555	56,253	302
Total expenditures	4,322,010	4,257,415	4,282,870	(25,455)
Excess (deficiency) of revenues over expenditures	(3,320)	(13,320)	(23,949)	(10,629)
Other financing sources (uses):				
Transfers in	103,320	103,320	110,200	6,880
Transfers out	(100,000)	(90,000)	(86,251)	3,749
Total other financing sources (uses)	3,320	13,320	23,949	10,629
Net change in fund balance	-	-	-	-
Fund balances, beginning	-	-	-	-
Fund balances, ending	\$ -	\$ -	\$ -	\$ -

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule of Funding Progress  
For the Year Ended June 30, 2011

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities (AAL)	Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 01, 2008	-	68,617,327	68,617,327	0.0%	51,544,270	133.1%
July 01, 2009	-	74,216,501	74,216,501	0.0%	54,039,602	137.3%
July 01, 2010	-	77,944,069	77,944,069	0.0%	51,080,021	152.6%

**OTHER SUPPLEMENTARY INFORMATION**

**OTHER FINANCIAL INFORMATION**

**NONMAJOR GOVERNMENTAL FUNDS**

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Nonmajor Governmental Funds

Combining Balance Sheet  
 June 30, 2011  
 With Comparative Totals for June 30, 2010

	Special Revenue	Debt Service	Permanent	Totals	
				2011	2010
<b>ASSETS</b>					
Cash and interest-bearing deposits	\$ 3,314,918	\$ 147,047	\$ 18,329	\$ 3,480,294	\$ 3,660,163
Investments	-	-	11,837,787	11,837,787	10,607,887
Receivables	3,505,095	-	86,371	3,591,466	2,468,172
Inventory	88,233	-	-	88,233	89,884
Total assets	\$ 6,908,246	\$ 147,047	\$ 11,942,487	\$ 18,997,780	\$ 16,826,106
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 270,919	\$ -	\$ 8,910	\$ 279,829	\$ 154,564
Accrued salaries and related benefits	1,228,554	-	-	1,228,554	1,316,488
Retainage payable	10,535	-	-	10,535	5,445
Due to other funds	2,756,275	-	-	2,756,275	1,664,426
Deferred revenue	280,916	-	-	280,916	280,916
Total liabilities	4,547,199	-	8,910	4,556,109	3,421,839
Fund balances:					
Nonspendable	88,233	-	11,933,577	12,021,810	11,303,819
Restricted	2,272,814	147,047	-	2,419,861	2,100,448
Total fund balances	2,361,047	147,047	11,933,577	14,441,671	13,404,267
Total liabilities and fund balances	\$ 6,908,246	\$ 147,047	\$ 11,942,487	\$ 18,997,780	\$ 16,826,106

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana  
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Year Ended June 30, 2011  
With Comparative Totals for Year Ended June 30, 2010

	Special	Debt	Permanent	Totals	
	Revenue	Service		2011	2010
<b>Revenues</b>					
Local sources -					
Ad valorem taxes	\$ 10,672,645	\$ -	\$ -	\$ 10,672,645	\$ 10,613,868
Sales tax	3,462,760	-	-	3,462,760	2,680,577
Investment earnings	23,818	869	1,116,752	1,141,439	1,069,690
Food services	757,200	-	-	757,200	615,727
Other	49,785	-	-	49,785	149,833
State sources	1,305,098	-	-	1,305,098	1,876,892
Federal sources	11,208,347	-	-	11,208,347	10,791,914
Other commodities	265,216	-	-	265,216	190,281
Total revenues	<u>27,744,869</u>	<u>869</u>	<u>1,116,752</u>	<u>28,862,490</u>	<u>27,988,782</u>
<b>Expenditures</b>					
Current:					
Instruction -					
Regular programs	2,913,293	-	-	2,913,293	1,809,155
Special education programs	2,291,276	-	-	2,291,276	2,422,549
Vocational education programs	224,103	-	-	224,103	208,408
Special programs	1,308,202	-	-	1,308,202	1,200,304
Adult and continuing education programs	104,394	-	-	104,394	97,791
Support services -					
Pupil support services	828,021	-	-	828,021	931,774
Instructional staff support services	784,803	-	-	784,803	946,442
General administration	392,188	-	35,364	427,552	422,678
School administration	824,331	-	-	824,331	876,124
Operation and maintenance of plant services	140,293	-	-	140,293	48,836
Student transportation services	661,412	-	-	661,412	583,275
Central services	-	-	-	-	56,400
Non-instructional services -					
Food service operations	4,857,041	-	-	4,857,041	4,886,704
Facilities acquisition and construction	1,723,344	-	-	1,723,344	819,050
Debt service:					
Principal retirement	-	375,000	-	375,000	365,000
Interest and fiscal charges	-	102,983	-	102,983	97,731
Legal and technical fees	-	425	-	425	425
Total expenditures	<u>17,052,701</u>	<u>478,408</u>	<u>35,364</u>	<u>17,566,473</u>	<u>15,772,646</u>
Excess (deficiency) of revenues over expenditures	<u>10,692,168</u>	<u>(477,539)</u>	<u>1,081,388</u>	<u>11,296,017</u>	<u>12,216,136</u>
Other financing sources (uses)					
Transfers in	184,040	377,256	15,510	576,806	1,228,068
Transfers out	<u>(10,458,163)</u>	<u>-</u>	<u>(377,256)</u>	<u>(10,835,419)</u>	<u>(11,820,052)</u>
Total other financing sources (uses)	<u>(10,274,123)</u>	<u>377,256</u>	<u>(361,746)</u>	<u>(10,258,613)</u>	<u>(10,591,984)</u>
Net change in fund balances	418,045	(100,283)	719,642	1,037,404	1,624,152
Fund balances, beginning	<u>1,943,002</u>	<u>247,330</u>	<u>11,213,935</u>	<u>13,404,267</u>	<u>11,780,115</u>
Fund balances, ending	<u>\$ 2,361,047</u>	<u>\$ 147,047</u>	<u>\$ 11,933,577</u>	<u>\$ 14,441,671</u>	<u>\$ 13,404,267</u>



## NONMAJOR SPECIAL REVENUE FUNDS

Special revenue funds are used to account for special revenues that are legally restricted to expenditures for expenditures for specific purposes.

### **1998 Ad valorem Tax Fund**

In January, 1998 Vermilion Parish voters approved a 25.00 mills ad valorem tax dedicated solely for the purpose of increasing the salaries and benefits of school employees to a level comparable with surrounding parishes.

### **1996 Ad valorem Tax Fund**

In April, 1996 Vermilion Parish voters approved a rededication of a 10.00 mills ad valorem tax. The proposition provided that 3.00 mills be used for acquiring and maintaining equipment and supplies for educational and instructional services including library books and textbooks, 5.00 mills for maintaining and improving public school buildings including roof replacement, and heating and air conditioning systems, and 2.00 mills for acquiring and maintaining school buses.

### **Title II**

Title II of the NCLB is a program by which the federal government provides funds to the School Board for projects that are designed to improve the skills of teachers in the areas of mathematics, science, computer learning, and to increase the accessibility of such instructions to all students.

### **Title III**

Title III of the NCLB is a program to help ensure that children who are limited English proficient, including immigrant children and youth, attain English proficiency, develop high levels of academic attainment in English, and meet the same challenging State academic content and student academic achievement standards as all children are expected to meet.

### **Title IV**

Title IV of NCLB is a program by which the federal government provides funds to the School Board for the Drug Free Schools program.

### **Education Excellence Fund**

The Education Excellence Fund accounts for restricted revenues derived from the state's tobacco settlement. Expenditures from this fund are restricted to instructional enhancements for pre-kindergarten to twelfth grade students.

### **Individuals With Disabilities Education Act Fund**

The IDEA Fund is a federally financed program of free education in the least restricted environment to children with exceptionalities.

(continued)

## **NONMAJOR SPECIAL REVENUE FUNDS (continued)**

### **Preschool Flow-Through Fund**

Vermilion School Board for providing a free appropriate public education to preschool-age handicapped children.

### **Federal and State Adult Education Funds**

The Federal and State Adult Education Funds are programs for the education of adults, who have not received a high school education. These programs are federally and state financed, state administered, and locally operated by the Vermilion Parish School Board.

### **School Lunch/Breakfast Fund**

The School Lunch/Breakfast Fund is a program that provides nourishing morning and noon meals for students in all grades. This fund is supplemented by both federal and state funds that are based on reimbursement and participation.

### **Truancy Assessment and Service Centers (TASC) Fund**

The TASC Fund accounts for programs to provide for early identification and assessment of truants and the delivery of coordinated interventions to prevent unauthorized school absences.

### **Preschool LA-4 Fund**

The Preschool LA-4 Fund accounts for the Early Childhood Development program for four year old children considered to be at risk of achieving academic success.

### **Reading First Fund**

The Reading First Fund accounts for programs to provide assistance to school districts to establish research-based reading programs for students in kindergarten through third grade. Districts receive support to apply scientifically based reading research to ensure that all children learn to read well by the end of the third grade.

### **State Fiscal Stabilization Fund**

Title XIV of the American Recovery and Reinvestment Act (ARRA) of 2009 authorized the State of Louisiana to award a portion of the federal grant to finance a portion of the Minimum Foundation Program (MFP) allocated to each School District for the 2009-2010 fiscal year. This fund is used to account for the proceeds and disposition of this grant.

### **2009 Sales Tax Fund**

In May, 2009 Vermilion Parish voters approved a 1/2 cent sales tax dedicated solely for the purpose of increasing the salaries and benefits of school employees to a level comparable with surrounding parishes.

(continued)

## **NONMAJOR SPECIAL REVENUE FUNDS (continued)**

### **District School Improvement Grant (LASIG) Fund**

District School Improvement Grant (LASIG) Fund is a federal program that provides to improve systems of professional development, service delivery, and student outcomes in the district.

### **School Wide Positive Behavior Fund**

The School Wide Positive Behavior Fund is a program that aims to provide positive behavior support in the form of training and professional development to teachers and administrators in the district. This program is financed pursuant to a subcontract between the Vermilion Parish School Board and Louisiana State University which is the primary grantee.

### **Preschool (TANF) Fund**

TANF is a federal program that promotes early child development for four year old children considered to be at risk of achieving academic success.

### **Rural Education Achievement Program (REAP) Fund**

The Rural Education Achievement Program (REAP) Fund is a federal program that provides to assist with teacher recruitment and retention, provide professional development activities, assist with education technology, provide parental involvement activities, and provide activities alongside of Title III and Title IV federal programs.

### **Hurricane Educaiton Assitance Program (HEAP) Fund**

The Hurricane Education Assistance Program (HEAP) Fund is a federal program that provides for recruiting, retaining, and compensating new and current teachers, school principals, assistant principals, and other educators who commit to work for at least three years in school-based positions in public elementary and secondary schools located in an area declared a major disaster by reason of Hurricane Katrina and Hurricane Rita.

### **Carl Perkins**

The Carl Perkins Fund is a federal program that more fully develops the academic, vocational, and technical skills of secondary students who elect to enroll in career and technical educational programs.

### **Jobs for America's Graduates (JAG) Fund**

The Jobs for America's Graduates (JAG) Fund is a federal program that provides for dropout prevention and workforce preparation for at-risk students.

### **EETT Continuation Fund**

The EETT Continuation Fund is a federal program to assist high need school systems in improving student achievement through the effective use of technology.

(continued)

## **NONMAJOR SPECIAL REVENUE FUNDS (continued)**

### **EETT Competitive Fund**

The EETT Competitive Fund was to support the integration of educational technology into classrooms to improve teaching and learning.

### **Federal Emergency Management Agency (FEMA) Fund**

The FEMA Fund was used to account for proceeds from the Federal Emergency Management Agency's reimbursement program, primarily related to hurricane disasters.

### **Math and Science Partnership Fund**

The Math and Science Partnership Fund promotes opportunities for enhanced and ongoing professional development for mathematics and science teachers.

### **Coastal Parish Revitalization Fund**

The Coastal Parish Revitalization Fund is a federal program dedicated to improve education in areas affected by recent hurricanes.

### **Education Jobs Fund**

The Education Jobs Fund is a federal program that provides funds to be used for compensation and benefits and other expenses necessary to retain existing employees, to recall or rehire former employees, and to hire new employees, in order to provide early childhood, elementary, or secondary educational and related services.

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Nonmajor Special Revenue Funds

Combining Balance Sheet  
 June 30, 2011  
 With Comparative Totals for June 30, 2010

	<u>1998</u>	<u>1996</u>	<u>No Child Left Behind</u>	
	<u>Ad valorem</u>	<u>Ad valorem</u>	<u>Title II</u>	<u>Title III</u>
	<u>Tax Fund</u>	<u>Tax Fund</u>	<u>Fund</u>	<u>Fund</u>
<b>ASSETS</b>				
Cash and interest bearing deposits	\$ 233,800	\$1,705,397	\$ 11,873	\$ 1,171
Receivables	15,597	6,239	268,872	10,049
Inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 249,397</u>	<u>\$1,711,636</u>	<u>\$ 280,745</u>	<u>\$ 11,220</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ -	\$ 183,070	\$ 798	\$ -
Accrued salaries and related benefits	-	6,543	122,618	1,171
Retainage payable	-	10,535	-	-
Due to other funds	-	-	157,329	10,049
Deferred revenue	<u>200,654</u>	<u>80,262</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>200,654</u>	<u>280,410</u>	<u>280,745</u>	<u>11,220</u>
Fund balances:				
Nonspendable	-	-	-	-
Restricted	<u>48,743</u>	<u>1,431,226</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>48,743</u>	<u>1,431,226</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 249,397</u>	<u>\$1,711,636</u>	<u>\$ 280,745</u>	<u>\$ 11,220</u>

<u>No Child Left Behind Title IV Fund</u>	<u>Education Excellence Fund</u>	<u>Individuals With Disabilities Educaton Act Fund</u>	<u>Pre-School Flow-Through Fund</u>	<u>Federal Adult Education Fund</u>	<u>State Adult Education Fund</u>
\$ 64	\$ 35,159	\$ 35,699	\$ 2,153	\$ 177	\$ 12,707
1,015	-	1,150,227	20,904	-	-
-	-	-	-	-	-
<u>\$ 1,079</u>	<u>\$ 35,159</u>	<u>\$ 1,185,926</u>	<u>\$ 23,057</u>	<u>\$ 177</u>	<u>\$ 12,707</u>
\$ -	\$ 1,006	\$ 40,041	\$ -	\$ -	\$ -
64	34,153	326,743	12,640	177	12,707
-	-	-	-	-	-
1,015	-	819,142	10,417	-	-
-	-	-	-	-	-
<u>1,079</u>	<u>35,159</u>	<u>1,185,926</u>	<u>23,057</u>	<u>177</u>	<u>12,707</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 1,079</u>	<u>\$ 35,159</u>	<u>\$ 1,185,926</u>	<u>\$ 23,057</u>	<u>\$ 177</u>	<u>\$ 12,707</u>

(continued)

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Nonmajor Special Revenue Funds

Combining Balance Sheet (continued)  
 June 30, 2011  
 With Comparative Totals for June 30, 2010

	School Lunch/ Breakfast Fund	TASC Fund	Preschool LA-4 Fund	Reading First Fund
<b>ASSETS</b>				
Cash and interest bearing deposits	\$ 483,456	\$ 1,348	\$ 15,345	\$ 13,167
Receivables	190	-	11,159	-
Inventory	88,233	-	-	-
Total assets	\$ 571,879	\$ 1,348	\$ 26,504	\$ 13,167
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 840	\$ -	\$ -	\$ -
Accrued salaries and related benefits	362,542	1,348	26,504	13,167
Retainage payable	-	-	-	-
Due to other funds	56	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	363,438	1,348	26,504	13,167
Fund balances:				
Nonspendable	88,233	-	-	-
Restricted	120,208	-	-	-
Total fund balances	208,441	-	-	-
Total liabilities and fund balances	\$ 571,879	\$ 1,348	\$ 26,504	\$ 13,167

State Fiscal Stabilization Fund	2009 Sales Tax Fund	District School Improvement Grant (LASIG) Fund	School Wide Positive Behavior Fund	Preschool TANF Fund	Rural Education Achievement Program (REAP) Fund	Hurricane Education Assistance Program (HEAP) Fund
\$ -	\$ 672,637	\$ -	\$ -	\$ 89,764	\$ -	\$ -
-	-	18,106	53,824	401,279	81,818	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 672,637</u>	<u>\$ 18,106</u>	<u>\$ 53,824</u>	<u>\$ 491,043</u>	<u>\$ 81,818</u>	<u>\$ -</u>
\$ -	\$ -	\$ 2,131	\$ 23,454	\$ -	\$ -	\$ -
-	-	-	-	280,045	-	-
-	-	-	-	-	-	-
-	-	15,975	30,370	210,998	81,818	-
-	-	-	-	-	-	-
-	-	18,106	53,824	491,043	81,818	-
-	-	-	-	-	-	-
-	672,637	-	-	-	-	-
-	672,637	-	-	-	-	-
<u>\$ -</u>	<u>\$ 672,637</u>	<u>\$ 18,106</u>	<u>\$ 53,824</u>	<u>\$ 491,043</u>	<u>\$ 81,818</u>	<u>\$ -</u>

(continued)



VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Nonmajor Special Revenue Funds

Combining Balance Sheet (continued)  
 June 30, 2011  
 With Comparative Totals for June 30, 2010

	<u>Carl Perkins Fund</u>	<u>Jobs For America's Graduates (JAG) Fund</u>	<u>EETT Continuation Fund</u>	<u>EETT Competitive Fund</u>
<b>ASSETS</b>				
Cash and interest bearing deposits	\$ -	\$ -	\$ -	\$ -
Receivables	45,920	100,000	29,686	3,473
Inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 45,920</u>	<u>\$ 100,000</u>	<u>\$ 29,686</u>	<u>\$ 3,473</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ -	\$ 196	\$ 235	\$ -
Accrued salaries and related benefits	-	-	-	-
Retainage payable	-	-	-	-
Due to other funds	45,920	99,804	29,451	3,473
Deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>45,920</u>	<u>100,000</u>	<u>29,686</u>	<u>3,473</u>
Fund balances:				
Nonspendable	-	-	-	-
Restricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 45,920</u>	<u>\$ 100,000</u>	<u>\$ 29,686</u>	<u>\$ 3,473</u>

Federal Emergency Management Agency (FEMA) Fund	Math & Science Partnership Fund	Coastal Parish Revitalization Fund	Education Jobs Fund	Totals	
				2011	2010
\$ -	\$ 1,001	\$ -	\$ -	\$ 3,314,918	\$ 2,877,648
94,956	68,149	143,353	980,279	3,505,095	2,388,845
-	-	-	-	88,233	89,884
<u>\$ 94,956</u>	<u>\$ 69,150</u>	<u>\$ 143,353</u>	<u>\$ 980,279</u>	<u>\$ 6,908,246</u>	<u>\$ 5,356,377</u>
\$ -	\$ 13,114	\$ 6,034	\$ -	\$ 270,919	\$ 146,100
-	28,132	-	-	1,228,554	1,316,488
-	-	-	-	10,535	5,445
94,956	27,904	137,319	980,279	2,756,275	1,664,426
-	-	-	-	280,916	280,916
<u>94,956</u>	<u>69,150</u>	<u>143,353</u>	<u>980,279</u>	<u>4,547,199</u>	<u>3,413,375</u>
-	-	-	-	88,233	89,884
-	-	-	-	2,272,814	1,853,118
-	-	-	-	2,361,047	1,943,002
<u>\$ 94,956</u>	<u>\$ 69,150</u>	<u>\$ 143,353</u>	<u>\$ 980,279</u>	<u>\$ 6,908,246</u>	<u>\$ 5,356,377</u>

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana  
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Year Ended June 30, 2011  
With Comparative Totals for June 30, 2010

	1998 Ad valorem Tax Fund	1996 Ad valorem Tax Fund	No Child Left Behind	
			Title II Fund	Title III Fund
<b>Revenues</b>				
Local Sources:				
Taxes:				
Ad valorem tax	\$ 7,622,892	\$ 3,049,753	\$ -	\$ -
Sales tax	-	-	-	-
Interest income	11,229	7,957	-	-
Food services	-	-	-	-
Other	-	-	-	-
State sources	-	-	-	-
Federal sources	-	-	694,267	52,089
Other commodities	-	-	-	-
Total revenues	<u>7,634,121</u>	<u>3,057,710</u>	<u>694,267</u>	<u>52,089</u>
<b>Expenditures</b>				
Current:				
Instruction -				
Regular programs	-	811,394	669,327	-
Special education programs	-	-	-	-
Vocational education programs	-	-	-	-
Special programs	-	-	2,646	6,443
Adult and continuing education programs	-	-	-	-
Support services -				
Pupil support services	-	-	-	45,277
Instructional staff support services	-	-	1,881	369
General administration	249,026	99,610	40,553	-
School administration	-	-	-	-
Operation and maintenance of plant services	-	103,441	-	-
Student transportation services	-	591,568	-	-
Central services	-	-	-	-
Non-instructional services -				
Food service operations	-	-	-	-
Facility acquisition and construction	-	1,709,290	-	-
Total expenditures	<u>249,026</u>	<u>3,315,303</u>	<u>714,407</u>	<u>52,089</u>
Excess (deficiency) of revenues over expenditures	<u>7,385,095</u>	<u>(257,593)</u>	<u>(20,140)</u>	<u>-</u>
Other financing sources (uses):				
Transfers in	-	-	20,140	-
Transfers out	<u>(7,356,152)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(7,356,152)</u>	<u>-</u>	<u>20,140</u>	<u>-</u>
Net change in fund balances	28,943	(257,593)	-	-
Fund balances, beginning	<u>19,800</u>	<u>1,688,819</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ 48,743</u>	<u>\$ 1,431,226</u>	<u>\$ -</u>	<u>\$ -</u>

<u>No Child Left Behind</u>		<u>Individuals With Disabilities Education Act Fund</u>	<u>Pre-School Flow-Through Fund</u>	<u>Federal Adult Education Fund</u>	<u>State Adult Education Fund</u>
<u>Title IV Fund</u>	<u>Education Excellence Fund</u>				
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	6,850
-	186,930	-	-	-	50,655
6,201	-	3,056,315	108,036	44,969	-
-	-	-	-	-	-
<u>6,201</u>	<u>186,930</u>	<u>3,056,315</u>	<u>108,036</u>	<u>44,969</u>	<u>57,505</u>
-	68,130	-	-	-	-
-	-	2,208,401	29,292	-	-
-	-	-	-	-	-
-	118,800	-	-	-	-
-	-	-	-	44,419	59,975
1,749	-	648,084	48,557	-	-
4,452	-	89,964	31,020	550	-
-	-	2,999	-	-	-
-	-	-	-	-	-
-	-	29,918	-	-	-
-	-	42,869	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>6,201</u>	<u>186,930</u>	<u>3,022,235</u>	<u>108,869</u>	<u>44,969</u>	<u>59,975</u>
-	-	34,080	(833)	-	(2,470)
-	-	47,310	4,180	-	2,470
-	-	(95,123)	(3,347)	-	-
-	-	(47,813)	833	-	2,470
-	-	(13,733)	-	-	-
-	-	13,733	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)  
 Year Ended June 30, 2011  
 With Comparative Totals for June 30, 2010

	School Lunch/ Breakfast Fund	TASC Fund	Preschool LA-4 Fund	Reading First Fund
<b>Revenues</b>				
Local Sources:				
Taxes:				
Ad valorem tax	\$ -	\$ -	\$ -	\$ -
Sales tax	-	-	-	-
Interest income	1,339	-	-	-
Food services	757,200	-	-	-
Other	554	32,699	-	-
State sources	925,000	50,000	92,513	-
Federal sources	2,831,563	-	-	40,057
Other commodities	265,216	-	-	-
Total revenues	<u>4,780,872</u>	<u>82,699</u>	<u>92,513</u>	<u>40,057</u>
<b>Expenditures</b>				
Current:				
Instruction -				
Regular programs	-	-	-	41,957
Special education programs	-	-	-	-
Vocational education programs	-	-	-	-
Special programs	-	-	95,933	-
Adult and continuing education programs	-	-	-	-
Support services -				
Pupil support services	-	82,504	-	-
Instructional staff support services	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Operation and maintenance of plant services	-	195	-	-
Student transportation services	-	-	-	-
Central services	-	-	-	-
Non-instructional services -				
Food service operations	4,857,041	-	-	-
Facility acquisition and construction	-	-	-	-
Total expenditures	<u>4,857,041</u>	<u>82,699</u>	<u>95,933</u>	<u>41,957</u>
Excess (deficiency) of revenues over expenditures	<u>(76,169)</u>	<u>-</u>	<u>(3,420)</u>	<u>(1,900)</u>
Other financing sources (uses)				
Transfers in	63,960	-	3,420	1,900
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>63,960</u>	<u>-</u>	<u>3,420</u>	<u>1,900</u>
Net change in fund balances	(12,209)	-	-	-
Fund balances, beginning	<u>220,650</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ 208,441</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

State Fiscal Stabilization Fund	2009 Sales Tax Fund	District School Improvement Grant (LASIG) Fund	School Wide Positive Behavior Fund	Preschool TANF Fund	Rural Education Achievement Program (REAP) Fund	Hurricane Education Assistance Program (HEAP) Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	3,462,760	-	-	-	-	-
-	3,293	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	87,500	70,409	1,052,080	211,867	3,373
-	-	-	-	-	-	-
-	<u>3,466,053</u>	<u>87,500</u>	<u>70,409</u>	<u>1,052,080</u>	<u>211,867</u>	<u>3,373</u>
-	-	-	-	-	135,295	-
-	-	-	-	-	53,583	-
-	-	-	-	-	-	-
-	-	-	-	1,084,380	-	-
-	-	-	-	-	-	-
-	-	1,850	-	-	-	-
-	-	82,062	67,416	-	-	3,373
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	2,511	-
-	-	-	-	-	26,748	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	<u>83,912</u>	<u>67,416</u>	<u>1,084,380</u>	<u>218,137</u>	<u>3,373</u>
-	<u>3,466,053</u>	<u>3,588</u>	<u>2,993</u>	<u>(32,300)</u>	<u>(6,270)</u>	<u>-</u>
-	-	-	-	32,300	6,270	-
-	<u>(2,793,416)</u>	<u>(3,588)</u>	<u>(2,993)</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	<u>(2,793,416)</u>	<u>(3,588)</u>	<u>(2,993)</u>	<u>32,300</u>	<u>6,270</u>	<u>-</u>
-	672,637	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 672,637</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana  
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)  
Year Ended June 30, 2011  
With Comparative Totals for June 30, 2010

	Carl Perkins Fund	Jobs For America's Graduates (JAG) Fund	EETT Continuation Fund	EETT Competitive Fund
<b>Revenues</b>				
Local Sources:				
Taxes:				
Ad valorem tax	\$ -	\$ -	\$ -	\$ -
Sales tax	-	-	-	-
Interest income	-	-	-	-
Food services	-	-	-	-
Other	-	9,682	-	-
State sources	-	-	-	-
Federal sources	137,592	100,000	263,034	6,605
Other commodities	-	-	-	-
Total revenues	<u>137,592</u>	<u>109,682</u>	<u>263,034</u>	<u>6,605</u>
<b>Expenditures</b>				
Current:				
Instruction -				
Regular programs	-	-	-	-
Special education programs	-	-	-	-
Vocational education programs	118,925	105,178	-	-
Special programs	-	-	-	-
Adult and continuing education programs	-	-	-	-
Support services -				
Pupil support services	-	-	-	-
Instructional staff support services	4,613	5,091	254,145	6,605
General administration	-	-	-	-
School administration	-	-	-	-
Operation and maintenance of plant services	-	1,276	1,645	-
Student transportation services	-	227	-	-
Central services	-	-	-	-
Non-instructional services -				
Food service operations	-	-	-	-
Facility acquisition and construction	14,054	-	-	-
Total expenditures	<u>137,592</u>	<u>111,772</u>	<u>255,790</u>	<u>6,605</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(2,090)</u>	<u>7,244</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	-	2,090	-	-
Transfers out	-	-	(7,244)	-
Total other financing sources (uses)	<u>-</u>	<u>2,090</u>	<u>(7,244)</u>	<u>-</u>
Net change in fund balances	-	-	-	-
Fund balances, beginning	-	-	-	-
Fund balances, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Federal Emergency Management Agency (FEMA) Fund	Math & Science Partnership Fund	Coastal Parish Revitalization Fund	Education Jobs Fund	Totals	
				2011	2010
				\$ -	\$ -
-	-	-	-	3,462,760	2,679,869
-	-	-	-	23,818	21,904
-	-	-	-	757,200	615,727
-	-	-	-	49,785	149,833
-	-	-	-	1,305,098	1,876,892
186,796	227,434	223,550	1,804,610	11,208,347	10,791,914
-	-	-	-	265,216	190,281
<u>186,796</u>	<u>227,434</u>	<u>223,550</u>	<u>1,804,610</u>	<u>27,744,869</u>	<u>26,940,288</u>
-	-	206,911	980,279	2,913,293	1,809,155
-	-	-	-	2,291,276	2,422,549
-	-	-	-	224,103	208,408
-	-	-	-	1,308,202	1,200,304
-	-	-	-	104,394	97,791
-	-	-	-	828,021	931,774
-	226,859	6,403	-	784,803	946,442
-	-	-	-	392,188	389,146
-	-	-	824,331	824,331	876,124
-	575	732	-	140,293	48,836
-	-	-	-	661,412	583,275
-	-	-	-	-	56,400
-	-	-	-	4,857,041	4,886,704
-	-	-	-	1,723,344	819,050
-	<u>227,434</u>	<u>214,046</u>	<u>1,804,610</u>	<u>17,052,701</u>	<u>15,275,958</u>
<u>186,796</u>	<u>-</u>	<u>9,504</u>	<u>-</u>	<u>10,692,168</u>	<u>11,664,330</u>
-	-	-	-	184,040	202,552
(186,796)	-	(9,504)	-	(10,458,163)	(11,396,140)
<u>(186,796)</u>	<u>-</u>	<u>(9,504)</u>	<u>-</u>	<u>(10,274,123)</u>	<u>(11,193,588)</u>
-	-	-	-	418,045	470,742
-	-	-	-	1,943,002	1,472,260
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,361,047</u>	<u>\$ 1,943,002</u>



## **NONMAJOR DEBT SERVICE FUNDS**

Debt Service Funds are used to account for the accumulation of resources for the payment of bonded debt principal, interest, and related costs.

### **Certificates of Indebtedness, Series 2002**

To accumulate monies for the payment of the Certificates of Indebtedness, Series 2002 issued in the amount of \$645,000. The certificates were issued for the purpose of capital improvements to the print shop/technology center. The bonds are financed by the Dr. Daniel R. Dartez Educational Trust Fund.

### **Certificates of Indebtedness, Series 2008**

To accumulate monies for the payment of the Certificates of Indebtedness, Series 2008 issued in the amount of \$2,000,000. The certificates were issued for the purpose of constructing and equipping a new gymnasium at Rene Rost Middle School. The certificates are secured by and payable from a pledge and dedication of the excess of annual revenues.

### **Certificates of Indebtedness, Series 2009**

To accumulate monies for the payment of the Certificates of Indebtedness, Series 2009 issued in the amount of \$1,400,000. The certificates were issued for the purpose of constructing and equipping a new cafeteria at Meaux Elementary School. The certificates are secured by and payable from a pledge and dedication of the excess of annual revenues.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana  
Nonmajor Debt Service Fund

Comparative Balance Sheet  
June 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash and interest-bearing deposits	<u>\$ 147,047</u>	<u>\$ 247,330</u>
LIABILITIES AND FUND BALANCE		
Liabilities	\$ -	\$ -
Fund balance:		
Restricted	<u>147,047</u>	<u>247,330</u>
Total liabilities and fund balance	<u>\$ 147,047</u>	<u>\$ 247,330</u>

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Nonmajor Debt Service Fund

Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance  
 For the Years Ended June 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Revenues		
Local Sources:		
Interest income	\$ 869	\$ 1,017
Expenditures		
Debt service:		
Principal retirement	375,000	365,000
Interest and fiscal charges	102,983	97,731
Legal and technical fees	<u>425</u>	<u>425</u>
Total expenditures	<u>478,408</u>	<u>463,156</u>
Deficiency of revenues over expenditures	(477,539)	(462,139)
Other financing sources:		
Transfers in	<u>377,256</u>	<u>423,912</u>
Net change in fund balances	(100,283)	(38,227)
Fund balance, beginning	<u>247,330</u>	<u>285,557</u>
Fund balance, ending	<u>\$ 147,047</u>	<u>\$ 247,330</u>

## **NONMAJOR PERMANENT FUND**

### **Non-expendable trust**

#### **Dr. Daniel R. Dartez Educational Public Trust Fund**

On June 11, 1996 pursuant to Louisiana Revised Statute LSR-R.S. 17:81(m), the School Board established a nonexpendable trust fund. Trust principal is derived from surplus revenues and may not be used for expenditures. Income from the investment of fund principal is restricted to meeting the capital outlay needs of the Vermilion Parish School System.

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Nonmajor Permanent Fund

Comparative Balance Sheet  
 June 30, 2011 and 2010

	2010	2009
<b>ASSETS</b>		
Cash and interest-bearing deposits	\$ 18,329	\$ 535,185
Investments	11,837,787	10,607,887
Accrued interest	86,371	79,327
Total assets	\$ 11,942,487	\$ 11,222,399
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable	\$ 8,910	\$ 8,464
Fund balance:		
Nonspendable	11,933,577	11,213,935
Total liabilities and fund balance	\$ 11,942,487	\$ 11,222,399

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Nonmajor Permanent Fund

Comparative Statement of Revenues, Expenditures and Changes in Fund Balance  
 Years Ended June 30, 2011 and 2010

	2011	2010
Operating revenues:		
Investment earnings:		
Interest	\$ 40,815	\$ 1,079,652
Net decrease in fair value of investments	<u>1,075,937</u>	<u>(32,175)</u>
Total operating revenues	1,116,752	1,047,477
Operating expenses:		
Administration	<u>35,364</u>	<u>33,532</u>
Operating income	<u>1,081,388</u>	<u>1,013,945</u>
Other financing sources (uses):		
Transfers in	15,510	601,604
Transfers out	<u>(377,256)</u>	<u>(423,912)</u>
Total other financing sources (uses)	<u>(361,746)</u>	<u>177,692</u>
Net income	719,642	1,191,637
Fund balance, beginning	<u>11,213,935</u>	<u>10,022,298</u>
Fund balance, ending	<u>\$11,933,577</u>	<u>\$11,213,935</u>

## **FIDUCIARY FUNDS**

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore can not be used to support the School Boards own programs.

### **Agency Funds**

#### **School Activity Fund**

The School Activity Fund accounts for monies generated by the individual schools and school organizations within the parish. While the school activity accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and is not available for use by the School Board.

#### **Sales Tax Collection Fund**

The Sales Tax Collection Fund accounts for the collection and distribution of sales tax that the School Board has the responsibility of collecting. Effective March 1, 1992, the School Board was appointed the central sales tax collecting agency for all taxing bodies within Vermilion Parish. The cost of collecting the taxes is divided among all of the taxing bodies based upon their respective sales and use tax in relation to the combined total.

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Agency Funds

Combining Statement of Assets and Liabilities  
 June 30, 2011  
 With Comparative Totals for June 30, 2010

	<u>School Activity</u>	<u>Sales Tax Collection Fund</u>	<u>Totals</u>	
			<u>2011</u>	<u>2010</u>
<b>ASSETS</b>				
Cash and interest-bearing deposits	<u>\$ 1,475,096</u>	<u>\$ 2,753,378</u>	<u>\$ 4,228,474</u>	<u>\$ 3,470,273</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ 70,900
Due to other governmental units	-	2,488,526	2,488,526	1,893,371
Deposits due others	<u>1,475,096</u>	<u>264,852</u>	<u>1,739,948</u>	<u>1,506,002</u>
Total liabilities	<u>\$ 1,475,096</u>	<u>\$ 2,753,378</u>	<u>\$ 4,228,474</u>	<u>\$ 3,470,273</u>



Vermilion Parish School Board  
 Abbeville, Louisiana  
 School Activity Agency Fund

Schedule of Changes in Deposits Due Others  
 For the Year Ended June 30, 2011

Schools	Balance July 01, 2010	Additions	Deductions	Balance June 30, 2011
Abbeville High	\$ 96,609	\$ 451,648	\$ 419,953	\$ 128,304
Cecil Picard at Maurice Elementary	38,872	127,404	118,298	47,978
Dozier Elementary	44,588	119,826	116,307	48,107
Eaton Park Elementary	30,289	73,358	74,308	29,339
Erath High	109,461	681,320	636,209	154,572
Erath Middle	106,493	200,433	175,683	131,243
F.I./E. Broussard Elementary	95,833	133,703	133,897	95,639
Gueydan High	105,688	180,394	167,478	118,604
James Herod Elementary	23,737	42,134	42,422	23,449
Indian Bayou Elementary	108,488	55,965	121,148	43,305
J. H. Williams Middle	98,825	147,670	128,048	118,447
Jesse Owens Elementary	26,672	42,546	42,932	26,286
Kaplan Elementary	44,980	116,973	109,125	52,828
Kaplan High	111,437	595,545	536,185	170,797
LeBlanc Elementary	37,755	94,004	93,168	38,591
Meaux Elementary	20,008	95,889	91,093	24,804
North Vermilion High	108,674	680,693	650,710	138,657
Rene A. Rost Middle	34,779	149,143	143,119	40,803
Seventh Ward Elementary	41,522	77,615	75,794	43,343
Total balances	<u>\$ 1,284,710</u>	<u>\$4,066,263</u>	<u>\$3,875,877</u>	<u>\$ 1,475,096</u>

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Sales Tax Collection Agency Fund

Schedule of Cash Receipts and Disbursements  
 For the Year Ended June 30, 2011  
 With Comparative Totals for June 30, 2010

	2011	2010
Deposits due others - beginning	\$ 221,292	\$ 236,060
Additions:		
Sales tax collections - parishwide	37,318,104	32,652,788
Interest earnings	13,208	10,947
Total Additions	37,331,312	32,663,735
Beginning balance plus additions	37,552,604	32,899,795
Deductions:		
Transfers to:		
General Fund:		
Sales tax	11,149,523	9,603,579
Sales tax administrative allowance	340,937	336,809
Refunds	39,517	63,593
Interest Earnings	3,608	2,840
Vermilion Parish Police Jury:		
Sales Tax	11,077,379	9,763,486
Interest Earnings	3,709	3,022
Vermilion Parish Sheriff:		
Sales Tax	5,534,784	4,651,091
Interest Earnings	1,838	1,436
City of Kaplan:		
Sales Tax	591,487	551,462
Interest Earnings	199	168
City of Abbeville:		
Sales Tax	3,281,030	3,143,475
Interest Earnings	1,095	973
Town of Gueydan:		
Sales Tax	183,952	153,186
Interest Earnings	61	47
Town of Erath:		
Sales Tax	296,349	223,526
Interest Earnings	100	69
Town of Delcambre:		
Sales Tax	187,424	168,246
Interest Earnings	62	52

(continued)

VERMILION PARISH SCHOOL BOARD  
 Abbeville, Louisiana  
 Sales Tax Collection Agency Fund

Schedule of Cash Receipts and Disbursements (Continued)  
 Year Ended June 30, 2011  
 With Comparative Totals for June 30, 2010

	2011	2010
Deductions:		
Village of Maurice:		
Sales Tax	459,712	498,514
Interest Earnings	151	149
Vermilion Parish Tourist Commission:		
Sales Tax	150,749	96,006
Interest Earnings	50	30
Hospital Service District #1:		
Sales Tax	1,438,611	1,110,317
Interest Earnings	482	329
Hospital Service District #2:		
Sales Tax	2,417,678	2,196,960
Interest Earnings	806	674
Economic Development District #1		
Sales Tax	71,137	72,839
Interest Earnings	22	23
Abbeville Film and Visitors Commission		
Sales Tax	55,281	35,591
Interest Earnings	19	11
Total deductions	37,287,752	32,678,503
Deposits due others - ending	\$ 264,852	\$ 221,292

**INTERNAL CONTROL, COMPLIANCE  
AND  
OTHER MATTERS**

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*

Tynes E. Mixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scruggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA  
Wanda F. Arcement, CPA, CVA  
Kristin B. Dausat, CPA  
Richard R. Anderson Sr., CPA  
Carolyn C. Anderson, CPA  
Matthew E. Margaglio, CPA  
Jane R. Hebert, CPA

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

\* A Professional Accounting Corporation

## OFFICES

183 South Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141  
Fax (337) 232-8660

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 367-9204  
Fax (337) 367-9208

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2867

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7946

1234 David Dr. Ste 203  
Morgan City, LA 70380  
Phone (985) 384-2020  
Fax (985) 384-3020

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

408 West Cotton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

133 East Waddil St.  
Marksville LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8681

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

621 Main Street  
Pineville, LA 71360  
Phone (318) 442-4421  
Fax (318) 442-9833

WEB SITE  
WWW.KCSRCPAS.COM

## REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Mr. Randy Schexnayder, Superintendent,  
and Members of the Vermilion Parish School Board  
Abbeville, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Vermilion Parish School Board, (the School Board) as of and for the year ended June 30, 2011, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated December 5, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of management, the Board of Directors, others within the entity, the Louisiana Legislative Auditor, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
December 5, 2011

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*

Tynes E. Mixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scruggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA  
Wanda F. Arcement, CPA, CVA  
Kristin B. Dausat, CPA  
Richard R. Anderson Sr., CPA  
Carolyn C. Anderson, CPA  
Matthew E. Margaglio, CPA  
Jane R. Hebert, CPA

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

\* A Professional Accounting Corporation

## OFFICES

183 South Beadle Rd. 450 East Main Street  
Lafayette, LA 70508 New Iberia, LA 70560  
Phone (337) 232-4141 Phone (337) 367-9204  
Fax (337) 232-8660 Fax (337) 367-9208

113 East Bridge St. 200 South Main Street  
Breaux Bridge, LA 70517 Abbeville, LA 70510  
Phone (337) 332-4020 Phone (337) 893-7944  
Fax (337) 332-2867 Fax (337) 893-7946

1234 David Dr. Ste 203 1013 Main Street  
Morgan City, LA 70380 Franklin, LA 70538  
Phone (985) 384-2020 Phone (337) 828-0272  
Fax (985) 384-3020 Fax (337) 828-0290

408 West Cotton Street 133 East Waddil St.  
Ville Platte, LA 70586 Marksville, LA 71351  
Phone (337) 363-2792 Phone (318) 253-9252  
Fax (337) 363-3049 Fax (318) 253-8681

332 West Sixth Avenue 621 Main Street  
Oberlin, LA 70655 Pineville, LA 71360  
Phone (337) 639-4737 Phone (318) 442-4421  
Fax (337) 639-4568 Fax (318) 442-9833

WEB SITE  
WWW.KCSRCPAS.COM

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Mr. Randy Schexnayder, Superintendent  
and Members of the Vermilion Parish School Board  
Abbeville, Louisiana

### Compliance

We have audited the Vermilion Parish School Board's (the School Board) compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2011. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the School Board's compliance with those requirements.

In our opinion, the School Board complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

## Internal Control Over Compliance

Management of the School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the Board of Directors, others within the entity, the Louisiana Legislative Auditor, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
December 5, 2011



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program Title	Project Number	CFDA Number	Expenditures
<u>United States Department of Agriculture</u>			
Passed through Louisiana Department of Agriculture and Forestry :			
Food Distribution Program	N/A	10.555	<u>265,216</u>
Passed through Louisiana Department of Education			
School Breakfast Program	N/A	10.553	662,053
National School Lunch Program	N/A	10.555	<u>2,169,510</u>
Total for Child Nutrition Cluster			<u>2,831,563</u>
Total United States Department of Agriculture			<u>3,096,779</u>
<u>United States Department of Community Planning and Development, Department of Housing and Development</u>			
Passed through State of Louisiana Division of Administration Office of Finance and Support Services:			
Community Development Block Grants/State's Program *	670230	14.228	<u>2,181,206</u>
<u>United States Department of Education</u>			
Coastal Revitalization	S215C100010	84.215	<u>223,550</u>
Passed through State Department of Education:			
Adult Education State Grant Program	-	84.002	<u>44,969</u>
Title I Grant to Local Education Agencies *	S010A100018	84.010	3,258,252
ARRA - Title I Grant to Local Education Agencies, Recovery Act *	S389A090018A	84.389	<u>1,000,669</u>
Total for Title I Cluster			<u>4,258,921</u>
Special Education - Grants to States (IDEA, Part B) *	H027A100033	84.027	2,104,230
ARRA - Special Education - Grants to States (IDEA, Part B), Recovery Act *	H391A090033A	84.391	952,085
Special Education - LASIG *	H027A090033	84.027	62,500
Special Education - LASIG Family Facilitators *	H323A060001	84.027	25,000
Special Education - Preschool Grants (IDEA Preschool)	H173A100082	84.173	79,694
ARRA - Special Education - Preschool Grants (IDEA Preschool), Recovery Act *	H173A100082	84.392	<u>28,342</u>
Total for Special Education Cluster			<u>3,251,851</u>
Career and Technical Education - Basic Grants to States	V048A100018A	84.048	128,060
Career and Technical Education - Basic Grants to States	V048A090018	84.048	<u>9,532</u>
Total Career and Technical Education			<u>137,592</u>
Safe and Drug-Free Schools and Communities - State Grants (Title IV)	Q186A090019	84.186	<u>6,201</u>

(continued)

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule of Expenditures of Federal Awards (continued)  
Year Ended June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program Title	Project Number	CFDA Number	Expenditures
<u>United States Department of Education (continued)</u>			
Passed through Louisiana Department of Education/ The Board of Supervisors of Louisiana State University and Agricultural and Mechanical College:			
State Wide Positive Behavioral Support Project (SWPBSP)	H27A100033	84.323	70,409
Passed through State Department of Education:			
English Language Acquisition Grants	S365A1000018A	84.365	42,648
English Language Acquisition Grants - Title III Immigrant Set Aside	S365A1000018A	84.365	9,441
Total for English Language Acquisition Grants			52,089
Math and Science Partnership	S366B090019	84.366	227,434
Improving Teacher Quality State Grants	S367A100017	84.367	694,267
Education Technology State Grants (Enhancing Education through Technology Program)			
Technology Improvement	S318X2000018	84.318	186,443
Technology Improvement	S318X2000018	84.318	67,961
Technology Improvement	S318X2000018	84.318	6,605
ARRA - Education Technology State Grants, Recovery Act	S318X2000018	84.386	8,630
Total for Education Technology State Grants			269,639
Rural Education Achievement Program	S3588100018	84.358	211,867
Reading First State Grants	S357A070019	84.357	37,323
Reading First State Grants	S357A070019	84.357	2,734
Total for Reading First State Grants			40,057
Education Jobs *	S410A100019	84.394	824,331
Education Jobs *	S410A100019	84.394	980,279
Total for EduJobs			1,804,610
Hurricane Education Recovery - HEAP	S938K070001	84.938	3,373
Total United States Department of Education			11,296,829

(continued)

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule of Expenditures of Federal Awards (continued)  
Year Ended June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program Title	Project Number	CFDA Number	Expenditures
<u>United States Department of Health &amp; Human Services</u>			
Passed through Louisiana Department of Education:			
Temporary Assistance for Needy Families (TANF) - Jobs for America's Graduates *	G1002LATANF	93.558	100,000
The Cecil J. Picard LA 4 Early Childhood Program *	G1002LATANF	93.558	<u>1,052,080</u>
Total Temporary Assistance for Needy Families (TANF)			<u>1,152,080</u>
<u>United States Department of Homeland Security</u>			
Passed through State Department of Homeland Security			
Emergency Preparedness: Public Assistance Grants	N/A	97.036	<u>7,234,489</u>
TOTAL FEDERAL AWARDS			<u>\$24,961,383</u>

\* Denotes major programs.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Notes to Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2011

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Vermilion Parish School Board (the School Board). The School Board's reporting entity is defined in Note 1 to the basic financial statements for the year ended June 30, 2011. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The following programs are considered major federal programs of the School Board: Title I Cluster, Special Education Cluster, Community Development Block Grants, and Temporary Assistance for Needy Families (TANF), and Education Jobs.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements for the year ended June 30, 2011.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule of Findings and Questioned Costs  
Year Ended June 30, 2011

Part I. Summary of Auditor's Results:

1. An unqualified report was issued on the basic financial statements.
2. No significant deficiencies in internal control were disclosed by the audit of the basic financial statements.
3. There were no material instances of noncompliance.
4. No significant deficiencies in internal control over the major programs were disclosed by the audit of the basic financial statements.
5. An unqualified opinion was issued on compliance for the major programs.
6. The audit disclosed no findings required to be reported under Section 510(a) of Circular A-133.
7. The following programs were considered to be major programs:
  - U.S. Department of Community Planning and Development, Department of Housing and Development - Community Development Block Grants, CFDA 14.228
  - U.S. Department of Education/Louisiana Department of Education – Title I Grant to Local Education Agencies, CFDA 84.010
  - ARRA – Title I Grant to Local Education Agencies, Recovery Act, CFDA 84.389
  - Special Education – Grants to States (IDEA, Part B), CFDA 84.027
  - ARRA – Special Education – Grants to States (IDEA, Part B), Recovery Act, CFDA 84.391
  - Special Education – District School Improvement, CFDA 84.027
  - Special Education – Preschool Grants (IDEA Preschool), CFDA 84.173
  - ARRA – Special Education – Preschool Grants (IDEA Preschool), Recovery Act CFDA 84.392
  - Education Jobs CFDA 84.394
  - Temporary Assistance for Needy Families Cluster – Jobs for America’s Graduates, CFDA 93.558
  - Temporary Assistance for Needy Families Cluster – The Cecil J. Picard LA 4 Early Childhood Program, CFDA 93.558
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of Circular A-133 was \$748,841.
9. The auditee did qualify as a low-risk auditee under Section 530 of Circular A-133.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule of Findings and Questioned Costs (Continued)  
Year Ended June 30, 2011

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings –

There were no compliance findings.

B. Internal Control Findings –

There were no internal control findings.

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings and questioned costs related to federal programs.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule of Current and Prior year Audit Findings and  
Management's Corrective Action Plan  
Year Ended June 30, 2011

Part I. Current Year (6/30/2011)

Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings –

There were no compliance findings.

B. Internal Control Findings –

There were no internal control findings.

C. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings and questioned costs related to federal programs.

Part II. Prior Year (6/30/2010)

Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings –

There were no compliance findings.

B. Internal Control Findings –

There were no internal control findings.

C. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings and questioned costs related to federal programs.

**SUPPLEMENTAL SCHEDULES  
OF  
PERFORMANCE MEASURES**



# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*

Tynes E. Mixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scruggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA  
Mandy B. Self, CPA  
Paul L. Delcambre, Jr. CPA  
Wanda F. Arcement, CPA, CVA  
Kristin B. Dauzat, CPA  
Richard R. Anderson Sr., CPA  
Carolyn C. Anderson, CPA  
Matthew E. Margaglio, CPA  
Jane R. Hebert, CPA

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

\* A Professional Accounting Corporation

## OFFICES

183 South Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141  
Fax (337) 232-8660

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 367-9204  
Fax (337) 367-9208

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2867

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7946

1234 David Dr. Ste 203  
Morgan City, LA 70380  
Phone (985) 384-2020  
Fax (985) 384-3020

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

408 West Cotton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

133 East Waddil St.  
Marksville LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8681

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

621 Main Street  
Pineville, LA 71360  
Phone (318) 442-4421  
Fax (318) 442-9833

WEB SITE  
WWW.KCSRCPAS.COM

## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Mr. Randy Schexnayder, Superintendent  
and Members of the Vermilion Parish School Board  
Abbeville, Louisiana

We have performed the procedures included in the Louisiana Governmental Audit Guide and enumerated below, which were agreed to by the management of Vermilion Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of Vermilion Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE). This agreed-upon procedures engagement was conducted in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings are as follows:

### **I. General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)**

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:
  - Total General Fund Instructional Expenditures,
  - Total General Fund Equipment Expenditures,
  - Total Local Taxation Revenue,
  - Total Local Earnings on Investment in Real Property,
  - Total State Revenue in Lieu of Taxes,
  - Nonpublic Textbook Revenue, and
  - Nonpublic Transportation Revenue.

There were no exceptions noted.

**II. Education Levels of Public School Staff (Schedule 2)**

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1st.

There were no exceptions noted.

3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.

There were no exceptions noted.

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1st and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determine if the individual's education level was properly classified on the schedule.

There were no exceptions noted.

**III. Number and Type of Public Schools (Schedule 3)**

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title 1 Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555) application.

There were no exceptions noted.

**IV. Experience of Public Principals and Full-time Classroom Teachers (Schedule 4)**

6. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule.

There were no exceptions noted.

**V. Public Staff Data (Schedule 5)**

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

There were no exceptions noted.

8. We recalculated the average salaries and full-time equivalents reported in the schedule.

There were no exceptions noted.

**VI. Class Size Characteristics (Schedule 6)**

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the class roster as of the MFP date for those classes and determined if the class was properly classified on the schedule.

There were no exceptions noted.

**VII. Louisiana Educational Assessment Program (LEAP) for the 21st Century (Schedule 7)**

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Vermilion Parish School Board.

There were no exceptions noted.

**VIII. The Graduation Exit Exam for the 21st Century (Schedule 8)**

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Vermilion Parish School Board.

There were no exceptions noted.

**IX. iLEAP Tests (Schedule 9)**

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Vermilion Parish School Board.

There were no exceptions noted.

We were not engaged to, and did not, conduct an audit, the objective of which would be the expression of an opinion, on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of management of Vermilion Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
December 5, 2011

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 1  
General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources  
For the Year Ended June 30, 2011

**General Fund Instructional and Equipment Expenditures**

General fund instructional expenditures:

Teacher and student interaction activities -

Classroom teacher salaries	\$ 27,522,640	
Other instructional staff salaries	2,923,588	
Employee benefits	8,893,188	
Purchased professional and technical services	187,067	
Instructional materials and supplies	549,254	
Instructional equipment	-	

Total teacher and student interaction activities	-	\$ 40,075,737
--	---	---------------

Other instructional activities

505,484

Pupil support activities

2,809,875

Less: Equipment for pupil support activities

-

Net pupil support activities

2,809,875

Instructional staff services

2,893,263

Less: Equipment for instructional staff services

6,526

Net instructional staff services

2,886,737

School Administration

3,691,642

Less: Equipment for School Administration

-

Net School Administration

3,691,642

Total general fund instructional expenditures

\$ 49,969,475

Total general fund equipment expenditures

\$ 52,739

**Certain Local Revenue Sources**

Local taxation revenue:

Constitutional ad valorem taxes	\$ 1,418,551
Renewable ad valorem tax	10,672,645
Up to 1% of collections by the Sheriff on taxes other than school taxes	305,916
Sales and use taxes	11,023,107

Total local taxation revenue

\$ 23,420,219

Local earnings on investment in real property:

Earnings from 16th section property	\$ 4,453,860
-------------------------------------	--------------

State revenue in lieu of taxes:

Revenue sharing - constitutional tax	\$ 150,284
--------------------------------------	------------

Nonpublic textbook revenue

\$ 24,498

Nonpublic transportation revenue

\$ -

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 2  
Education Levels of Public School Staff  
As of October 1, 2010

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a bachelor's degree	-	0%	-	0%	-	0%	-	0%
Bachelor's degree	512	81%	2	100%	-	0%	-	0%
Master's degree	90	15%	-	0%	19	53%	-	0%
Master's degree + 30	26	4%	-	0%	13	36%	-	0%
Specialist in education	4	0%	-	0%	3	8%	-	0%
Ph. D. or Ed. D.	2	0%	-	0%	1	3%	-	0%
Total	634	100%	2	100%	36	100%	-	0%

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 3  
Number and Type of Public Schools  
For the Year Ended June 30, 2011

Type	Number
Elementary	11
Middle/Junior high	3
Secondary	5
Combination	0
Total	19

Note: Schools opened or closed during the fiscal year are included in this schedule.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 4  
Experience of Public Principals and Full-time Classroom Teachers  
As of October 1, 2010

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant principals	-	-	2	4	3	1	7	17
Principals	-	-	-	-	4	5	10	19
Classroom teachers	30	53	153	84	103	75	138	636
Total	30	53	155	88	110	81	155	672



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 5  
Public School Staff Data  
For the Year Ended June 30, 2011

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average classroom teachers' salary including extra compensation	\$48,521	\$48,521
Average classroom teachers' salary excluding extra compensation	\$47,516	\$47,516
Number of teacher full-time equivalents (FTEs) used in computation of average salaries	633	633

Note: Figures reported include all sources of funding (i.e., federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers; some teachers may have been flagged as receiving reduced salaries (e.g., extended medical leave); and ROTC teachers receive more compensation because of a federal supplement. For these reasons, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes, temporary employees and any teacher on sabbatical leave during any part of the school year.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 6  
Class Size Characteristics  
As of October 1, 2010

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	69.0%	1070	28.0%	434	2.9%	45	10.0%	1
Elementary activity classes	65.1%	162	27.7%	69	4.0%	10	3.2%	8
Middle/Junior high	55.9%	267	39.3%	188	4.8%	23	0.0%	-
Middle/Junior high activity classes	50.0%	53	17.0%	18	25.5%	27	7.5%	8
High	67.7%	732	26.2%	284	6.0%	65	0.1%	1
High activity classes	79.7%	153	12.0%	23	5.7%	11	2.6%	5
Combination	100.0%	26	0.0%	-	0.0%	-	0.0%	-
Combination activity classes	100.0%	1	0.0%	-	0.0%	-	0.0%	-

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 7  
Louisiana Educational Assessment Program (LEAP) for the 21st Century  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts						Mathematics					
	2011		2010		2009		2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4												
Advanced	39	5%	47	6%	37	5%	57	8%	37	5%	33	4%
Mastery	174	24%	172	22%	199	26%	143	19%	179	23%	92	12%
Basic	364	50%	366	47%	382	49%	326	44%	335	43%	387	50%
Approaching basic	117	16%	128	16%	113	15%	141	19%	139	18%	164	21%
Unsatisfactory	41	6%	64	8%	47	6%	68	9%	87	11%	102	13%
Total	735		777		778		735		777		778	

District Achievement Level Results	Science						Social Studies					
	2011		2010		2009		2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 4												
Advanced	25	3%	36	5%	70	9%	26	4%	22	3%	23	3%
Mastery	133	18%	128	16%	163	21%	142	19%	172	22%	140	18%
Basic	368	50%	422	54%	385	50%	423	58%	432	55%	419	54%
Approaching basic	171	23%	148	19%	125	16%	83	11%	110	14%	134	17%
Unsatisfactory	35	5%	45	6%	34	4%	58	8%	43	6%	61	8%
Total	732		779		777		732		779		777	

(continued)

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 7 (Continued)  
Louisiana Educational Assessment Program (LEAP) for the 21st Century  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts						Mathematics					
	2011		2010		2009		2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	47	8%	16	3%	9	2%	17	3%	24	4%	30	5%
Mastery	155	27%	109	18%	89	15%	27	5%	22	4%	33	6%
Basic	242	42%	299	48%	311	53%	361	62%	349	56%	313	54%
Approaching basic	105	18%	164	27%	149	25%	111	19%	143	23%	127	22%
Unsatisfactory	30	5%	30	5%	28	5%	63	11%	80	13%	81	14%
Total	579		618		586		579		618		584	

District Achievement Level Results	Science						Social Studies					
	2011		2010		2009		2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 8												
Advanced	13	2%	9	1%	28	5%	17	3%	5	1%	9	2%
Mastery	159	28%	90	15%	113	19%	70	12%	62	10%	87	15%
Basic	247	43%	297	48%	236	41%	301	52%	348	56%	275	47%
Approaching basic	120	21%	170	28%	155	27%	141	24%	133	22%	149	26%
Unsatisfactory	38	7%	51	8%	50	9%	48	8%	69	11%	62	11%
Total	577		617		582		577		617		582	

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 8  
The Graduation Exit Exam for the 21st Century  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts						Mathematics					
	2011		2010		2009		2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 10												
Advanced	7	1%	10	2%	5	1%	56	12%	60	13%	59	12%
Mastery	58	12%	84	18%	61	12%	73	15%	99	21%	76	15%
Basic	261	54%	243	52%	269	53%	241	50%	214	46%	277	55%
Approaching basic	118	24%	105	23%	138	27%	67	14%	56	12%	62	12%
Unsatisfactory	40	8%	22	5%	30	6%	47	10%	35	8%	31	6%
Total	484		464		503		484		464		505	

District Achievement Level Results	Science						Social Studies					
	2011		2010		2009		2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 11												
Advanced	30	7%	21	4%	40	8%	3	1%	6	1%	5	1%
Mastery	102	22%	88	18%	106	23%	49	11%	46	9%	65	14%
Basic	210	46%	237	48%	211	45%	273	60%	301	62%	273	58%
Approaching basic	83	18%	107	22%	79	17%	90	20%	103	21%	88	19%
Unsatisfactory	31	7%	36	7%	35	7%	41	9%	33	7%	42	9%
Total	456		489		471		456		489		473	

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 9  
The iLEAP Tests  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	48	6%	72	10%	37	5%	25	3%
Mastery	221	29%	123	16%	149	20%	141	19%
Basic	316	42%	323	43%	345	46%	366	48%
Approaching basic	106	14%	129	17%	151	20%	118	16%
Unsatisfactory	65	9%	109	14%	73	10%	105	14%
Total	756		756		755		755	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	30	4%	62	9%	30	4%	26	4%
Mastery	146	21%	116	16%	143	20%	138	20%
Basic	341	48%	320	45%	340	48%	382	54%
Approaching basic	130	18%	125	18%	150	21%	107	15%
Unsatisfactory	58	8%	82	12%	40	6%	50	7%
Total	705		705		703		703	

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 9 (Continued)  
The iLEAP Tests  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	20	3%	47	7%	37	5%	83	12%
Mastery	141	20%	75	11%	148	21%	114	16%
Basic	371	53%	373	54%	360	52%	333	48%
Approaching basic	123	18%	109	16%	120	17%	112	16%
Unsatisfactory	40	6%	91	13%	30	4%	53	8%
Total	695		695		695		695	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	38	5%	26	4%	22	3%	18	3%
Mastery	116	17%	54	8%	87	13%	93	13%
Basic	342	49%	380	55%	346	50%	371	54%
Approaching basic	156	23%	144	21%	178	26%	118	17%
Unsatisfactory	41	6%	88	13%	59	9%	92	13%
Total	693		692		692		692	

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 9 (Continued)  
The iLEAP Tests  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts		Mathematics	
	2011		2011	
Students	Number	Percent	Number	Percent
Grade 9				
Advanced				
Mastery				
Basic				
Approaching basic				
Unsatisfactory				
Total				

NOTE: The grade 9 iLEAP has been dropped by the Department of Education, everything at that level was moved to the end of course testing. The Department of Education will be reviewing End of Course Testing and its potential inclusion for assurance purposes in time for assurance submissions next year.



VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 9 (Continued)  
The iLEAP Tests  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	36	5%	26	4%	35	5%	24	3%
Mastery	173	25%	104	15%	128	19%	130	19%
Basic	300	43%	332	48%	314	46%	331	48%
Approaching basic	125	18%	145	21%	154	22%	127	18%
Unsatisfactory	56	8%	83	12%	59	9%	78	11%
Total	690		690		690		690	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	24	3%	54	8%	23	3%	39	6%
Mastery	137	20%	100	14%	149	21%	101	14%
Basic	349	50%	351	50%	330	47%	389	56%
Approaching basic	150	21%	107	15%	159	23%	101	14%
Unsatisfactory	41	6%	90	13%	39	6%	70	10%
Total	701		702		700		700	

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 9 (Continued)  
The iLEAP Tests  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	35	5%	23	3%	32	5%	66	10%
Mastery	132	19%	75	11%	152	22%	97	14%
Basic	361	52%	417	60%	308	45%	342	50%
Approaching basic	111	16%	105	15%	152	22%	117	17%
Unsatisfactory	52	8%	71	10%	46	7%	68	10%
Total	691		691		690		690	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	38	6%	18	3%	12	2%	19	3%
Mastery	101	17%	71	12%	112	19%	118	20%
Basic	296	49%	331	55%	283	47%	307	51%
Approaching basic	130	22%	129	22%	149	25%	96	16%
Unsatisfactory	34	6%	50	8%	42	7%	58	10%
Total	599		599		598		598	

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 9 (Continued)  
The iLEAP Tests  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts		Mathematics	
	2010		2010	
Students	Number	Percent	Number	Percent
Grade 9				
Advanced	5	1%	47	9%
Mastery	87	16%	58	11%
Basic	299	55%	298	55%
Approaching basic	128	24%	75	14%
Unsatisfactory	21	4%	62	11%
Total	540		540	

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 9 (Continued)  
The iLEAP Tests  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	48	7%	61	8%	32	4%	8	1%
Mastery	220	30%	171	23%	157	21%	236	32%
Basic	322	44%	311	42%	355	48%	346	47%
Approaching basic	113	15%	119	16%	154	21%	99	13%
Unsatisfactory	33	4%	74	10%	38	5%	47	6%
Total	736		736		736		736	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	21	3%	41	6%	26	4%	20	3%
Mastery	120	18%	66	10%	123	18%	121	18%
Basic	314	47%	337	50%	347	52%	331	49%
Approaching basic	146	22%	125	19%	139	21%	134	20%
Unsatisfactory	69	10%	101	15%	35	5%	64	10%
Total	670		670		670		670	

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 9 (Continued)  
The iLEAP Tests  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	21	3%	48	8%	28	5%	66	11%
Mastery	129	21%	98	16%	127	21%	100	16%
Basic	291	48%	343	56%	271	45%	279	46%
Approaching basic	114	19%	74	12%	134	22%	115	19%
Unsatisfactory	54	9%	46	8%	48	8%	48	8%
Total	609		609		608		608	

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	20	3%	27	4%	14	2%	25	4%
Mastery	97	16%	63	10%	129	21%	118	19%
Basic	308	50%	355	57%	282	46%	321	52%
Approaching basic	145	23%	113	18%	150	24%	115	19%
Unsatisfactory	48	8%	61	10%	43	7%	39	6%
Total	618		619		618		618	

VERMILION PARISH SCHOOL BOARD  
Abbeville, Louisiana

Schedule 9 (Continued)  
The iLEAP Tests  
For the Year Ended June 30, 2011

District Achievement Level Results	English Language Arts		Mathematics	
	2009		2009	
Students	Number	Percent	Number	Percent
Grade 9				
Advanced	3	1%	45	9%
Mastery	69	13%	84	16%
Basic	313	59%	296	56%
Approaching basic	121	23%	63	12%
Unsatisfactory	22	4%	40	8%
Total	528		528	